AGENDA & REPORTS
JULY 27, 2026
12:30 PM
LOCATION:
THE GREENVIEW INN AT EASTLYN GOLF COURSE
4049 ITALIA AVE
VINELAND, NJ 08361

STATEMENT OF COMPLIANCE WITH OPEN PUBLIC MEETINGS ACT

NOTICE OF THIS MEETING WAS GIVEN BY **(1)** POSTING THE ANNUAL MEETING NOTICE ON THE FUND'S OFFICIAL WEBSITE WHERE ALL LEGAL NOTICES ARE MAINTAINED **(2)** FILING ADVANCE WRITTEN NOTICE OF THIS MEETING WITH THE CLERK/ADMINISTRATOR OF EACH MEMBER MUNICIPALITY AND SCHOOL BOARDS, AND **(3)** PUBLISHING THE NOTICE IN THE FUND'S DEISGNATED NEWSPAPER DIRECTING THE PUBLIC TO THE WEBSITE WHERE LEGAL NOTICES ARE AVAILABLE

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND AGENDA
MEETING: JULY 27, 2026
12:30 PM

MEETING CALLED TO ORDER - OPEN PUBLIC MEETING NOTICE READ

FLAG SALUTE

ROLL CALL OF THE 2026 EXECUTIVE COMMITTEE
Richard Davidson, Chair
Pasquale Yacovelli, Secretary
Jerry Velazquez, Executive Committee
Megan Duffield, Executive Committee
Laurie Ryan, Executive Committee
Scott Musterel, Executive Committee
Mark Mallet, Executive Committee
Frank Badessa, Executive Committee Alternate
Dennis Zakroff, Executive Committee Alternate
Kevin Smaniotto, Executive Committee Alternate
Thomas D'Intino, Executive Committee Alternate

APPROVAL OF MINUTES: June 1, 2026, and June 24, 2026,............................ Appendix I

CORRESPONDENCE – DOBI Deficit Net Position Letter...Appendix II
Resolution 20-26.. Consent Agenda

PUBLIC COMMENT – *Agenda Items Only*

<u>REPORTS:</u>
EXECUTIVE DIRECTOR (PERMA)
Monthly Report..**Page 3**

PROGRAM MANAGER– (Shared Health Alliance)
Monthly Report..**Page 11**

GUARDIAN NURSES
No Report

TREASURER – (Laracy Associates LLC / Verrill & Verrill)
June and July 2026 Bills List...**Page 26**
May 2026 Treasurers Report...**Page 31**
Confirmation of Claims Paid/Certification of Transfers
Ratification of Treasurers Report

OLD BUSINESS

NEW BUSINESS

PUBLIC COMMENT – ***Motion to Open***
Motion to Close

MEETING ADJOURNED

Southern Coastal Regional Employee Benefits Fund
Executive Director's Report
July 27, 2026

FINANCES & CONTRACTS

PRO FORMA REPORTS

- **Fast Track Financial Reports** –as of May 31, 2026 (Page 5)
  - **Historical Income Statement**
  - **Consolidated Balance Sheet**
  - **Indices and Ratios Report**
  - **Budget Status Report**

MUNICIPAL REINSURANCE HEALTH INSURANCE FUND UPDATES

1. **BYLAW AMENDMENT -** The MRHIF met in May and June to hold a first and second reading of bylaw amendments, which passed on June 10. The next step is to have 75% of the membership also pass a resolution accepting the changes before it is sent to the State for final approval.

   A memo from the Executive Director is included in Appendix III, explaining the changes. Resolution 21-26 is with consent for Fund approval.

2. **MEDICAL THIRD-PARTY ADMINISTRATOR RFP –** A special meeting will be held at the end of July to release a Medical TPA RFP at the MRHIF level.

3. **REBATE AUDIT TIMELINE UPDATE –** Express Scripts has advised that the CY2025 rebate data will not be available until mid-July, as they have not completed the annual reconciliation process. Given this delay, our onsite audit review has been rescheduled to late August. We will keep you updated as the audit continues.

4. **INDEMNITY AND TRUST AGREEMENT** – The Fund is a member of the Municipal Reinsurance Health Insurance Fund and must update the membership every three years. The Indemnity and Trust Agreement is in consent.

PCORI AND A4 SURCHARGE FEES

The PCORI is an independent, nonprofit research organization that seeks to empower patients and others with actionable information about their health and healthcare choices.

As part of the Affordable Care Act (ACA) group health plans are required to pay an annual fee, which is a certain dollar amount per enrollee contributing to the PCORI effort. The fee is considered in the Fund's budget development and paid by the PERMA Accounting team on behalf of all our medical groups. This fee will be paid in July.

In addition, all School Board members that are not in the State Health Benefits Fund are surcharged for retiree benefits. The Fund has one School Board that the Fund the fee is included on the June bills list on its behalf, which was included in its rates upon joining the Fund.

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND

FINANCIAL FAST TRACK REPORT

AS OF May 31, 2026

		THIS MONTH	YTD CHANGE	PRIOR YEAR END	FUND BALANCE
1.	**UNDERWRITING INCOME**	**18,179,769**	**90,647,292**	**1,091,244,940**	**1,181,892,231**
2.	**CLAIM EXPENSES**				
	Paid Claims	15,359,288	71,750,079	963,819,951	**1,035,570,030**
	IBNR	(259,645)	4,632,272	14,013,181	**18,645,453**
	Less Specific Excess	(52,341)	(1,072,402)	(28,625,431)	**(29,697,833)**
	Less Aggregate Excess	-	-	-	-
	TOTAL CLAIMS	**15,047,302**	**75,309,949**	**949,207,701**	**1,024,517,650**
3.	**EXPENSES**				
	MA & HMO Premiums	196,155	859,904	3,872,890	**4,732,794**
	Excess Premiums	702,620	3,508,267	34,399,340	**37,907,607**
	Administrative	1,266,277	6,610,001	94,650,604	**101,260,605**
	TOTAL EXPENSES	**2,165,051**	**10,978,172**	**132,922,834**	**143,901,005**
4.	**UNDERWRITING PROFIT/(LOSS) (1-2-3)**	967,415	4,359,171	9,114,406	**13,473,577**
5.	**INVESTMENT INCOME**	67,649	210,234	4,705,186	**4,915,419**
6.	**DIVIDEND INCOME**	-	-	4,391,262	**4,391,262**
7.	**STATUTORY PROFIT/(LOSS) (4+5+6)**	**1,035,064**	**4,569,405**	**18,210,853**	**22,780,258**
8.	**DIVIDEND**	-	-	28,208,936	**28,208,936**
9.	**Transferred Surplus IN**	-	-	-	-
10.	**Transferred Surplus OUT**	-	-	9,855,397	9,855,397
	STATUTORY SURPLUS (7-8+9)	**1,035,064**	**4,569,405**	**(142,686)**	**4,426,719**

SURPLUS (DEFICITS) BY FUND YEAR

		THIS MONTH	YTD CHANGE	PRIOR YEAR END	FUND BALANCE
Closed	**Surplus**	8,868	(2,282)	7,249,745	**7,247,463**
	Cash	(367,430)	(285,802)	19,364,291	**19,078,489**
2024	**Surplus**	(24,300)	(308,947)	(2,508,066)	**(2,817,013)**
	Cash	21,958	(109,908)	(2,721,716)	**(2,831,624)**
2025	**Surplus**	(219,107)	(229,834)	(4,884,364)	**(5,114,198)**
	Cash	(835,016)	(3,434,052)	(652,782)	**(4,086,834)**
2026	**Surplus**	1,269,603	5,110,467		**5,110,467**
	Cash	(1,004,562)	17,231,252		**17,231,252**
TOTAL SURPLUS (DEFICITS)		**1,035,064**	**4,569,405**	**(142,686)**	**4,426,719**
TOTAL CASH		**(2,185,051)**	**13,401,490**	**15,989,793**	**29,391,283**

CLAIM ANALYSIS BY FUND YEAR

	THIS MONTH	YTD CHANGE	PRIOR YEAR END	FUND BALANCE
TOTAL CLOSED YEAR CLAIMS	**5,186**	**68,756**	**661,661,714**	**661,730,470**
FUND YEAR 2024				
Paid Claims	31,383	353,145	140,981,980	**141,335,125**
IBNR	-	-	-	-
Less Specific Excess	-	(10,808)	(3,882,374)	**(3,893,182)**
Less Aggregate Excess	-	-	-	-
TOTAL FY 2024 CLAIMS	**31,383**	**342,337**	**137,099,606**	**137,441,943**
FUND YEAR 2025				
Paid Claims	1,061,408	13,442,782	138,904,076	**152,346,858**
IBNR	(840,791)	(12,051,336)	14,013,181	**1,961,845**
Less Specific Excess	-	(1,009,253)	(2,470,875)	**(3,480,128)**
Less Aggregate Excess	-	-	-	-
TOTAL FY 2025 CLAIMS	**220,617**	**382,194**	**150,446,382**	**150,828,575**
FUND YEAR 2026				
Paid Claims	14,261,311	57,885,395		**57,885,395**
IBNR	581,146	16,683,608		**16,683,608**
Less Specific Excess	(52,341)	(52,341)		**(52,341)**
Less Aggregate Excess	-	-		-
TOTAL FY 2026 CLAIMS	**14,790,116**	**74,516,662**		**74,516,662**
COMBINED TOTAL CLAIMS	**15,047,302**	**75,309,949**	**949,207,701**	**1,024,517,650**

This report is based upon information which has not been audited nor certified by an actuary and as such may not truly represent the condition of the fund.

Southern Coastal Regional Employee Benefits Fund

CONSOLIDATED BALANCE SHEET

AS OF MAY 31, 2026

BY FUND YEAR

	COASTAL 2026	COASTAL 2025	COASTAL 2024	CLOSED YEAR	FUND BALANCE
ASSETS					
Cash & Cash Equivalents	17,231,252	(4,086,834)	(2,831,624)	19,078,489	29,391,283
Assesstments Receivable (Prepaid)	4,382,764	35,986	(16)	-	4,418,734
Interest Receivable	-	-	-	40	40
Specific Excess Receivable	52,341	1,618,785	14,626	-	1,685,753
Aggregate Excess Receivable	-	-	-	-	-
Dividend Receivable	-	-	-	-	-
Prepaid Admin Fees	7,287	-	-	-	7,287
Other Assets	1,410,571	420,093	-	-	1,830,664
Total Assets	23,084,215	(2,011,970)	(2,817,013)	19,078,530	37,333,762
LIABILITIES					
Accounts Payable	-	-	-	-	-
IBNR Reserve	16,683,608	1,961,845	-	-	18,645,453
A4 Retiree Surcharge	955,007	986,612	-	-	1,941,619
Dividends Payable	-	-	-	-	-
Retained Dividends	-	-	-	11,831,066	11,831,066
Accrued/Other Liabilities	335,133	153,771	-	-	488,904
Total Liabilities	17,973,748	3,102,228	-	11,831,066	32,907,043
EQUITY					
Surplus / (Deficit)	5,110,467	(5,114,198)	(2,817,013)	7,247,463	4,426,719
Total Equity	5,110,467	(5,114,198)	(2,817,013)	7,247,463	4,426,719
Total Liabilities & Equity	23,084,215	(2,011,970)	(2,817,013)	19,078,530	37,333,762
BALANCE	-	-	-	-	-

This report is based upon information which has not been audited nor certified by an actuary and as such may not truly represent the condition of the fund.

Fund Year allocation of claims have been estimated.

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND
RATIOS

		FY2026				
INDICES	**2025**	**JAN**	**FEB**	**MAR**	**APR**	**MAY**
Cash Position	15,989,793	$ 13,766,773	$ 20,506,792	$ 23,884,736	$ 31,576,334	$ 29,391,283
IBNR	14,013,181	$ 16,429,811	$ 18,254,789	$ 18,770,770	$ 18,905,098	$ 18,645,453
Assets	27,330,532	$ 31,027,349	$ 33,365,072	$ 36,497,635	$ 36,775,351	$ 37,333,762
Liabilities	27,473,218	$ 30,147,319	$ 32,301,351	$ 32,926,084	$ 33,383,696	$ 32,907,043
Surplus	(142,686)	$ 880,030	$ 1,063,721	$ 3,571,551	$ 3,391,655	$ 4,426,719
Claims Paid -- Month	12,670,634	$ 12,613,606	$ 13,811,566	$ 13,805,905	$ 16,159,714	$ 15,359,288
Claims Budget -- Month	12,041,889	$ 15,615,885	$ 15,624,494	$ 15,630,405	$ 15,621,121	$ 15,580,983
Claims Paid -- YTD	154,879,928	$ 12,613,606	$ 26,425,172	$ 40,231,077	$ 56,390,791	$ 71,750,079
Claims Budget -- YTD	143,592,143	$ 15,615,885	$ 31,240,379	$ 46,870,784	$ 62,491,905	$ 78,072,888
RATIOS						
Cash Position to Claims Paid	1.26	1.09	1.48	1.73	1.95	1.91
Claims Paid to Claims Budget -- Month	1.05	0.81	0.88	0.88	1.03	0.99
Claims Paid to Claims Budget -- YTD	1.08	0.81	0.9	0.9	0.9	0.9
Cash Position to IBNR	1.14	0.84	1.12	1.27	1.67	1.58
Assets to Liabilities	0.99	1.03	1.03	1.11	1.1	1.13
Surplus as Months of Claims	(0.01)	0.06	0.07	0.23	0.22	0.28
IBNR to Claims Budget -- Month	1.16	1.05	1.17	1.2	1.21	1.2

Southern Coastal Regional Employee Benefits Fund
2026 Budget Report
AS OF MAY 31, 2026

Expected Losses	Cumulative	Annual	Latest Filed	Cumulative Expensed	$ Variance	% Varaiance
Medical Claims Aetna 12/31 Renewal	39,388,062	94,092,998	74,977,896			
Medical Claims Aetna 6/30 Renewal	18,629,479	47,606,699	50,393,383			
Medical Claims AmeriHealth 12/31 Renewal	10,375,319	24,706,761	24,267,085			
Medical Claims AmeriHealth 6/30 Renewal	6,655,700	16,740,961	11,447,065			
Subtotal Medical Claims	75,048,560	183,147,419	161,085,429	70,063,705	4,984,855	7%
Prescription Claims 12/31 Renewal	2,017,307	4,885,992	2,920,283			
Prescription Claims 6/30 Renewal	2,375,283	6,306,330	4,797,563			
Prescription Formulary Rebates	(1,405,628)	(3,581,540)	(2,469,711)			
Subtotal Prescription	2,986,962	7,610,782	5,248,135	4,420,790	(1,433,828)	-48%
Dental Claims 12/31 Renewal	9,858	23,516	24,211			
Dental Claims 6/30 Renewal	27,508	68,702	61,935			
Subtotal Dental	37,366	92,218	86,146	32,167	5,199	14%
Vision Claims 12/31 Renewals	0	0	0			
Vision Claims 6/30 Renewals	0	0	0			
Subtotal Vision	0	0	0	Included in Medical		
Subtotal Claims	78,072,888	190,850,419	166,419,710	74,516,662	3,556,226	5%
Loss Fund Contingency	1,250,000	2,935,000	3,000,000	0	1,250,000	100%
DMO Premiums	0	0	0	375	(375)	#DIV/0!
Medicare Advantage / EGWP	850,314	2,073,493	920,298	859,529	(9,215)	-1%
Reinsurance						
Specific	3,505,141	9,096,829	7,089,088			
Subtotal Reinsurance	3,505,141	9,096,829	7,089,088	3,508,267	(3,126)	0%
Total Loss Fund	83,678,343	204,955,741	177,429,096	78,884,832	4,793,511	6%
Expenses						
Legal	11,054	26,530	26,530	11,054	0	0%
Treasurer	3,162	7,589	21,339	8,891	0	0%
Deputy Treasurer	5,729	13,750	21,339	Included above in Treasurer		
Administrator	827,564	2,140,052	1,648,882	828,620	(1,055)	0%
Program Manager	1,606,990	4,155,618	3,201,849	1,609,039	(2,049)	0%
Risk Management Consultants	1,374,446	3,302,390	2,481,467	1,374,446	-	0%
TPA - Aetna	952,991	2,509,354	1,936,990	Included below in Med AmerihealthAdmin		
TPA - AmeriHealth	341,583	847,549	680,499	1,295,681	(1,107)	0%
Nurse Advocates	345,241	895,998	698,244	304,310	40,932	6%
TPA - Dental	1,789	4,320	3,843	1,789	0	0%
TPA - Vision	0	0	0	Included below in Med AmerihealthAdmin		
Actuary	5,104	12,250	12,250	5,417	(313)	-6%
Auditor	8,925	21,420	21,420	8,925	0	0%
Retiree First	0	0	38,880	27,828	(27,828)	-100%
QPA	1,250	3,000	3,000	1,250	0	0%
Subtotal Expenses	5,485,829	13,939,820	10,796,532	5,477,249	8,580	0%
Misc/Cont	51,470	123,527	123,527	7,805	43,665	85%
Wellness, Disease, Case Management	246,027	647,823	500,060	245,696	331	0%
Claims Audit	16,667	40,000	40,000	16,666	1	0%
Plan Documents	5,208	12,500	12,500	5,208	0	0%
Affordable Care Act Taxes	18,315	47,532	37,041	18,320	(5)	0%
A4 Surcharge	955,007	2,653,613	1,941,580	955,007	(0)	0%
Total Expenses	6,778,522	17,464,814	13,451,240	6,725,951	52,571	1%
Total Budget	90,456,865	222,420,556	190,880,336	85,610,783	4,846,082	5%

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND
Year: 2026

Yearly Items	**Filing Status**
Budget	**Filed**
Assessments	**Filed**
Actuarial Certification	**Filed**
Reinsurance Policies	**Filed**
Fund Commissioners	**Filed**
Fund Officers	**Filed**
Renewal Resolutions	**Filed**
Indemnity and Trust	**Filed**
New Members	**To Be Filed**
Withdrawals	**N/A**
Risk Management Plan and By Laws	**Filed**
Cash Management Plan	**Filed**
Unaudited Financials	**Filed**
Annual Audit	**2025 Filed**
Budget Changes	**N/A**
Transfers	**N/A**
Additional Assessments	**N/A**
Professional Changes	**N/A**
Officer Changes	**N/A**
RMP Changes	**N/A**
Bylaw Amendments	**N/A**
Contracts	**Filed**
Benefit Changes	**N/A**

Contract	**Professional**	**Contract**	**Insurance**	**Contract Term**
Executive Director	PERMA	Y	Y	1/1/2025-12/31/2027
Program Manager	Shared Health Alliance	Y	Y	1/1/2025-12/31/2027
Attorney	Marmero Law	Y	Y	1/1/2025-12/31/2027
Auditor	Bowman & Company	Y	Y	1/1/2025-12/31/2027
Actuary	John Vataha	Y	Y	1/1/2025-12/31/2027
Treasurer	Matt Laracy	Y	Y	1/1/2025-12/31/2027
Deputy Treasurer	Verrill & Verrill	Y	Y	1/1/2025-12/31/2027
Medical TPA	Aetna	Y	Y	1/1/2026-12/31/2026
Medical TPA	AHA	Y	Y	1/1/2026-12/31/2026
Nurse Advocacy	Guardian Nurses	Y	Y	Sub producer of PM
Wellness	Advanta	Y	Y	1/1/2024 -12/31/2026

Executive Director Team:

Role	Name	Email	Phone
Executive Director	Jim Rhodes	jrhodes@permainc.com	856-552-4920
Associate Executive Director	Emily Koval	emilyk@permainc.com	201-518-7028
Assistant Account Manager	Jordyn Robinson	jrobinson@permainc.com	856-446-9287

Commissioners:

Earlier this year, CS&B Parent Holdings, LLC purchased Guardian Nurses Health Care Advocates, LLC ("Guardian Nurses"). Importantly, Betty Long, Guardian Nurse's President/CEO and Founder will continue to lead the company and continue to provide outstanding service to your members. As a result of this purchase, Guardian Nurses is now an affiliate of Conner Strong & Buckelew Companies, LLC; J.A. Montgomery Consulting, LLC; Perma Fair Health and Pharmacy, LLC; and PERMA, LLC. Thus, partners and employees of these entities have direct and/or indirect financial interests in each of these entities.

Pursuant to N.J.A.C Title 11, Chapter 15, Subchapter 5, PERMA, LLC ("PERMA"), as administrator of the Southern Coastal Regional Employee Benefits Fund ("the Fund"), and its employees, officers and directors hereby provide notice that they have direct and indirect financial interests in Conner Strong & Buckelew Companies, LLC, and Guardian Nurses which are servicing organizations for the Fund.

Pursuant to N.J.A.C Title 11, Chapter 15, Subchapter 5, PERMA, LLC, which is the Administrator for the Southern Coastal Regional Employee Benefits Fund ("the Fund"), and Guardian Nurses, which is the nurse advocates for the Fund, and their respective employees, officers and directors hereby provide notice that they have direct and indirect financial interests in each other.

SouthernCoastal FUND | **Program Manager Report**

- July 27, 2026 -

Agenda

- Program Manager Updates
- Executive Overview
- Industry Information
- Fund Performance/Observations
- Fund Strategic Initiatives
- Wellness Committee Updates
- Legislative Updates
- Client Services/Eligibility/Enrollment
- Previously Reported Information

Program Manager Updates

Prospects

GROUPS WITH CLAIMS REQUESTED/PENDING	**1**
NUMBER OF GROUPS UNDER REVIEW WITH UNDERWRITING	**1**
PROPOSALS PENDING	**0**
PROPOSALS RELEASED (and under review)	**1**
GROUPS SOLD (in 2026)	**12**
GROUPS WITH UNFAVORABLE CLAIMS/POOR RISK	**1**

Coastal Fund Meeting Dates:

January 26, 2026
March 30, 2026
June 1, 2026
July 27, 2026
September 28, 2026
October 26, 2026
January 25, 2027

Coastal Fund Brokers:

Allen Associates
AR Fanucci Insurance
Brown & Brown
J Byrne Agency
Conner Strong & Buckelew
Cornerstone Insurance Group
Glenn Insurance
Hardenbergh Insurance Group
Hafetz Insurance
Insurance Solutions Inc
PBC (Professional Benefit Consultants)
Marsh McLennan Agency

Executive Committee:

Richard Davidson, *Chair*
Pat Yacovelli, *Secretary*
Jerry Velazquez, *Executive Committee*
Megan Duffield, *Executive Committee*
Laurie Ryan, *Executive Committee*
Scott Musterel, *Executive Committee*
Mark Mallet, *Executive Committee*
Frank Badessa, *Executive Committee Alternate*
Dennis Zakroff, *Executive Committee Alternate*
Kevin Smaniotto, *Executive Committee Alternate*

2026 Committees:

Finance & Contracts
- Richard Davidson, *Chair*
- Jerry Velazquez
- Scott Musterel

Operations & Nominations
- Pat Yacovelli, *Chair*
- Jerry Velazquez
- Mark Mallet

Wellness & Claims
- Laurie Ryan, *Chair*
- Megan Duffield
- Pat Yacovelli

Executive Overview

The employee benefits landscape continues to be challenging. Areas of increasing utilization for both medical & pharmacy claims have been identified, and strategic recommendations are available for consideration. The Office of the Program Manager looks forward to continuing discussions and implementing those solutions that will yield meaningful savings to ensure the long-term stability of the Fund.

Industry Information

Medical & Pharmacy

According to the latest projections from the Centers for Medicare & Medicaid Services (CMS) issued on June 24th, US healthcare spending is expected to increase from approximately $5.3 trillion in 2024 to nearly $9 trillion by 2034, representing 20.6% of the nation's Gross Domestic Product (GDP). Healthcare costs are projected to grow at an average annual rate of approximately 5.8%, outpacing overall economic growth. Key headlines from CMS's report are below:

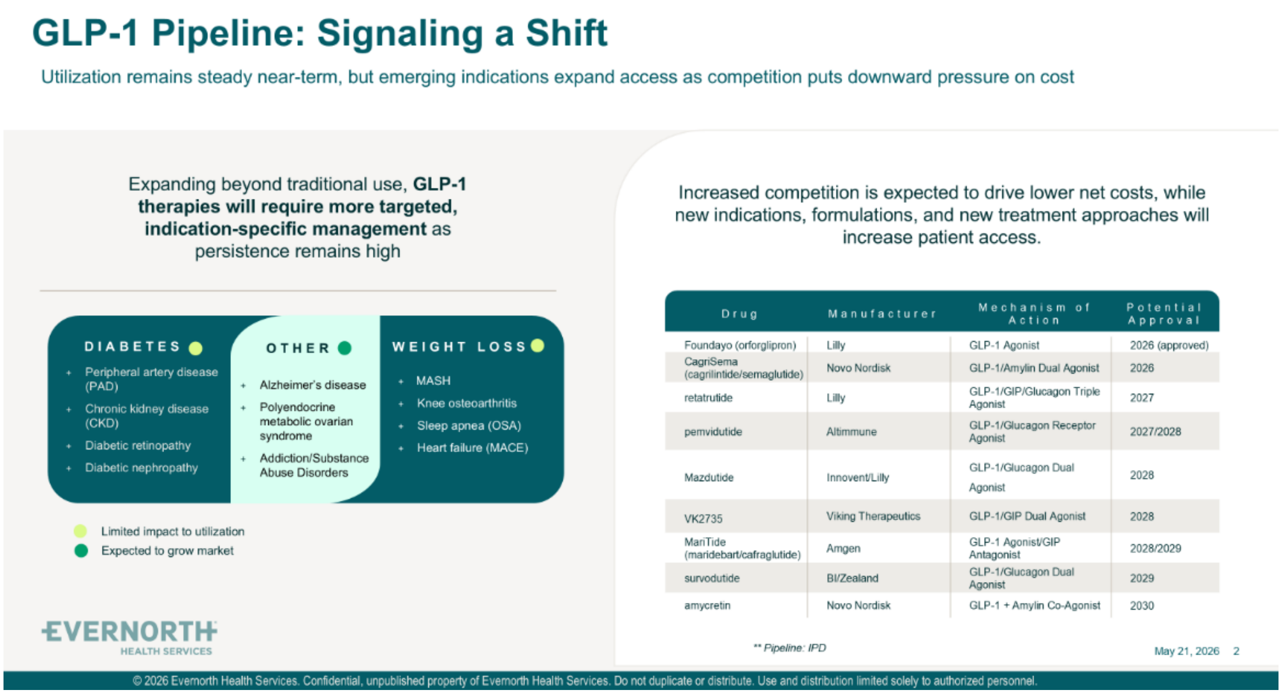
- Healthcare spending will continue to outpace economic growth, increasing pressure on employers, health plans, government programs, and consumers.
- Medicare spending is expected to grow the fastest, driven primarily by an aging population and increased utilization of healthcare services.

- Hospital care will remain the largest component of healthcare spending, while continued growth in physician services, specialty pharmaceuticals, GLP-1 medications, cancer therapies, and home healthcare will also contribute significantly to rising costs.
- Healthcare spending is projected to consume more than one-fifth of the U.S. economy by 2034, underscoring the long-term affordability challenges facing employers and public health programs.

These projections reinforce the need for employers and plan sponsors to aggressively pursue proactive cost-management strategies. Traditional approaches alone are unlikely to keep pace with projected cost trends. Employers and plan sponsors should continue evaluating opportunities such as alternative funding arrangements, pharmacy optimization, population health initiatives, provider contracting strategies, reference-based pricing, clinical navigation and advocacy programs, and innovative reimbursement models to improve affordability while maintaining access and quality.

Pharmacy

The obesity and weight loss treatment landscape will undergo substantial transformation in the coming years. Long-acting injectables may become initial treatments, followed by oral maintenance therapies. This shift could drive the obesity market to exceed $100 billion annually, reducing overall healthcare costs by addressing comorbidities associated with obesity.



Drug	Manufacturer	Mechanism of Action	Potential Approval
Foundayo (orforglipron)	Lilly	GLP-1 Agonist	2026 (approved)
CagriSema (cagrilintide/semaglutide)	Novo Nordisk	GLP-1/Amylin Dual Agonist	2026
retatrutide	Lilly	GLP-1/GIP/Glucagon Triple Agonist	2027
pemvidutide	Altimmune	GLP-1/Glucagon Receptor Agonist	2027/2028
Mazdutide	Innovent/Lilly	GLP-1/Glucagon Dual Agonist	2028
VK2735	Viking Therapeutics	GLP-1/GIP Dual Agonist	2028
MariTide (maridebart/cafraglutide)	Amgen	GLP-1 Agonist/GIP Antagonist	2028/2029
survodutide	BI/Zealand	GLP-1/Glucagon Dual Agonist	2029
amycretin	Novo Nordisk	GLP-1 + Amylin Co-Agonist	2030

NJ State Health Benefits Program (SHBP) – Preliminary 2027 Rate Evaluation

The State Health Benefits Plan Commission (SHBP), which oversees the health benefits program for local NJ government entities, released its preliminary proposed 2027 rate increases.

Regrettably, the proposed increases are once again catastrophic and untenable from the perspective of local government employers. Large double-digit rate increases are being recommended, and we have outlined the preliminary proposed rates below. Additionally, based on information released, the State Health Benefits Plan for local government entities is projected to have no reserves remaining by the end of this year. It remains entirely uncertain how the State intends to address the ongoing financial challenges and crisis-like conditions that have plagued the SHBP for several years.

These proposed increases will be extraordinarily difficult for participating local government entities to absorb and budget for. Over the past several years, there has been a steady exodus of employers from both the SHBP and the SEHBP as a result of escalating costs and repeated large premium increases. The below are preliminary and are expected to be considered for final approval on or about July 27th.

SHBP / Local Government Plans – PRELIMINARY Rate Increases for 2027

ACTIVES

POPULATION	Increase over 2026 Rates
Active Medical Plans	16.7%
Active Pharmacy Plans	20%
TOTAL	17.3%

RETIREES

POPULATION	Increase over 2026 Rates
Pre-65 Retiree Medical	35.5%
Pre-65 Retiree Pharmacy	40.4%
Medicare Retiree Medical	10.8%
Medicare Retiree Pharmacy	25%

NJ School Employees' Health Benefits Program (SEHBP) – Preliminary 2027 Rate Evaluation

The New Jersey School Employees' Health Benefits Program (SEHBP) Commission met to consider the proposed 2027 rate increases developed by the State's actuary, Aon. The preliminary findings are staggering. Despite repeated year-over-year increases, active employee rates across all plans are projected to rise by approximately 34% in 2027. For the school districts that remain in the program, an increase of this magnitude is untenable. Districts are already confronting significant budget pressures, rising operating costs, and a host of other financial challenges. Continued health benefit increases at this unprecedented pace will place many districts in an extraordinarily difficult—and, in some cases, unmanageable—financial position.

Based on the information presented, it is increasingly clear that the program has reached a point of fundamental instability. Districts that remain in the SEHBP should immediately and seriously evaluate the alternative options available in the private marketplace. At this stage, only a substantial financial intervention accompanied by meaningful structural reform could reasonably restore the program to long-term stability—and any such intervention would itself carry significant additional cost. We are monitoring these developments closely. While the rates remain preliminary, the severity of the underlying financial and actuarial evidence makes it difficult to envision material improvement in the final numbers without outside financial support or a significant change in assumptions.

SEHBP School Board Plans – PRELIMINARY Rate Increases for 2027

Population/Plan	**Medical**	**Pharmacy**	**Total Increase**
Actives			
PPO10 and PPO15 Plans	45.3%	44.0%	45.1%
NJ Educators Plan (NJEHP)	29.0%	45.9%	31.6%
Garten State Plan (GSHP)	29.0%	45.9%	32.2%
All Actives	32.4%	45.5%	34.4%
Early Retirees			
NJEHP	9.2%	18.1%	11.3%
GSHP	9.2%	18.1%	11.5%
All Early Retirees	9.2%	18.1%	11.3%
Medicare Retirees			
Medicare Advantage	13.1%	2.4%	6.2%
Medicare Supplement	10.3%	2.4%	6.2%
All Medicare Retirees	12.3%	2.4%	6.2%
Entire SEHBP	23.7%	15.4%	21.1%

Fund Performance/Observations

Medical – Aetna

Beginning in 2027, the Aetna Smart Compare with Intelligent Matching will be a resource available to Fund members. Aetna Smart Compare uses a differentiated, data-driven methodology to guide members to high-performing, in-network physicians. Leveraging their advanced digital member platform, a robust dataset of provider quality outcomes and AI-powered behavioral engagement capabilities, Aetna Smart Compare identifies the best provider for each member based on their individual needs. This approach drives improved quality outcomes and meaningful cost savings.

Aetna Smart Compare evaluates Aetna participating providers in certain specialties and identifies those that meet a higher standard of quality and cost-effectiveness. It is not a network product and will have no impact on a member's plan/ benefit design unless combined with Informed Choice.

Current specialties designated for the program:

- Allergy & Immunology
- Cardiologist
- Cardiothoracic Surgery
- Dermatology
- Endocrinologist
- Gastroenterology
- General Surgeons
- Medical Oncologist
- Neurosurgeons
- Nephrology
- Neurology
- Obstetricians & Gynecologists
- Orthopedists
- Otolaryngology
- Plastic Surgery
- Primary Care Physicians
- Pulmonologists
- Psychiatrists (Behavioral Health)
- Rheumatology
- Urology
- Vascular Surgeons.

Providers are evaluated on clinical quality measurements and cost effectiveness. Members will see the designation as a label indicating "Quality & Effective Care" on the Aetna Health website, mobile app and public directory. Designated providers are prioritized in provider searches.

<u>Post 65 Retiree Medicare Advantage Prescription Program 2027 - Aetna</u>
Aetna has presented the renewal for post 65 retiree medical & prescription drug coverage in two options for Fund year 2027, bundled & unbundled. The bundled option reflects the single medical & pharmacy plan, currently in place, while the unbundling option

reflects recent and proposed CMS policy changes that increase the financial advantage of standalone Medicare Part D plans.

Under the unbundled approach, a combined Medicare Advantage Prescription Drug (MAPD) plan is restructured into two coordinated plans: a standalone Medicare Advantage (MA) plan and a standalone Part D (PD) plan. This structure allows plan sponsors to take advantage of higher Part D subsidies while maintaining comprehensive coverage.

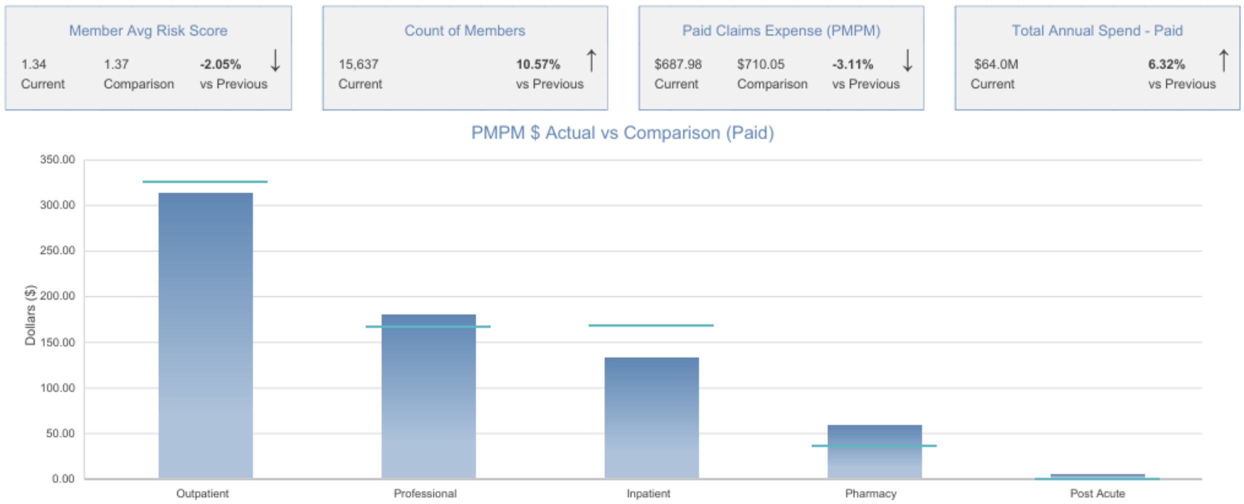
The following applies to the unbundled renewal option:

- Benefits under the unbundled option mimic the benefits under the bundled option
- Unbundled option requires new PD plans to be set up for all Fund members requiring a significant restructuring of the Fund plan administration with limited time to complete
- Unbundled option require separate ID cards for the MA & PD plans
- Unbundled option requires notification to Aetna by August 1st
- Unbundled options require adoption by all Fund, individuals Funds & Fund members cannot make their own election for the bundled & unbundled option
- First year renewal cap for the unbundled option is not available
- It is not anticipated that saving realized through the unbundled option in program year 2027 continue through subsequent program years and Aetna anticipates future subsidies will shift to the bundled option in the future
- Aetna is assessing an unbundling fee of $10.00 PMPM
- Unbundled option limits new Fund member enrollment for January 1st

Based on the evaluation of both the bundled & unbundled options, it is our recommendation that all Funds continue with the bundled option. Specifically, we have concerns with the restructuring of the Fund member plan administration and uncertainty of future subsidies under the unbundled option.

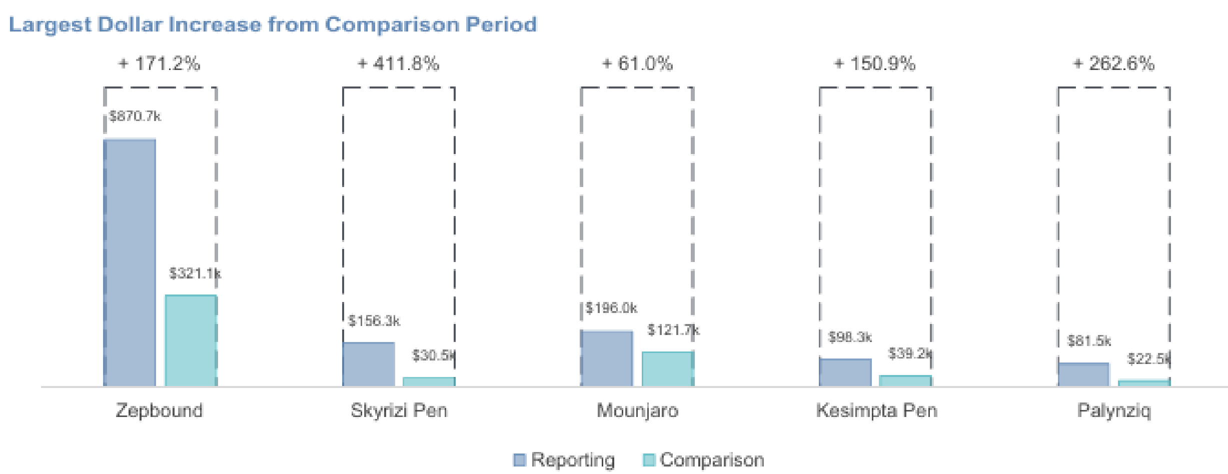
<u>Medical & Pharmacy – Aetna/AHA/ESI</u>
Data Review - The following key metrics compares Fund years January-May 2026 vs. January-May 2025.

Cost & Utilization Variance:
A health insurance risk score (often called a Risk Adjustment Factor or RAF score) is a numerical value assigned to a patient, typically between 0.0 and 2.0+, indicating their expected healthcare costs compared to the average patient. Higher scores reflect more chronic conditions or higher risk, leading to higher payments for providers.



Top 20 Drugs – Comparison:

This report presents the top drugs by total amount paid during the reporting and comparison periods. Drugs administered by the pharmacy benefit manager are included and drugs paid through medical claims are excluded. By looking at the total cost for a drug along with the prescription count it can be determined if the cost driver is a few individuals using a high-cost drug or high utilization of the drug. The chart shows the top drugs that had the most growth in terms of amount paid between the comparison period and reporting period.



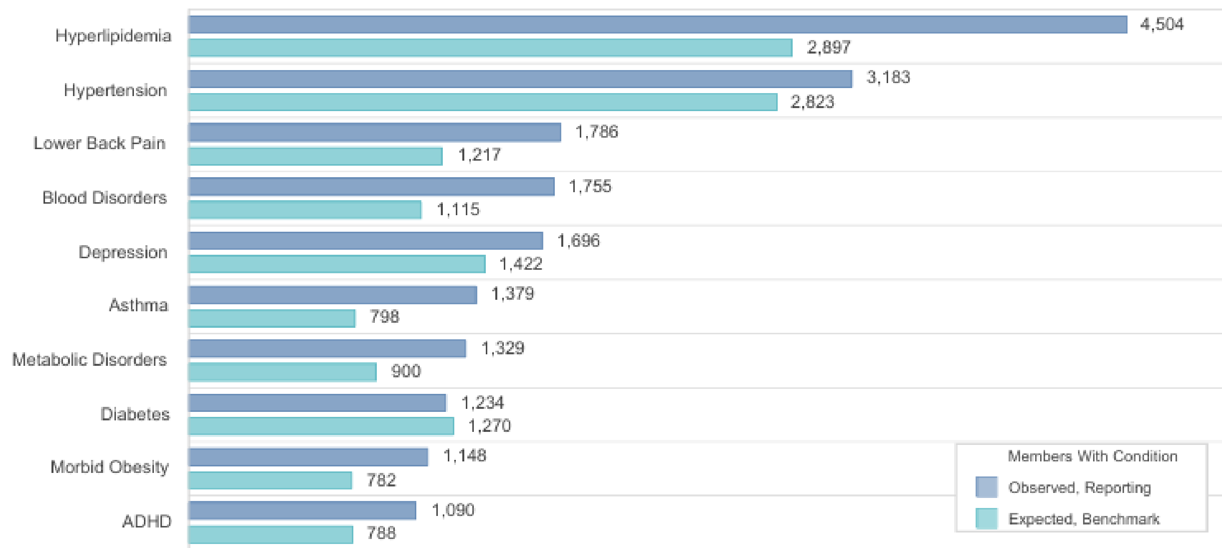
- Zepbound had the largest change in the reporting period with an increase of $549,576 from the comparison period
- Skyrizi Pen has the most significant growth percentage in the reporting period at 412% ($156,278)

Chronic Conditions Prevalence:

This report presents the prevalence of specific chronic conditions in the population. According to the Centers for Disease Control (CDC) more than 40% of Americans have one or more chronic conditions and people with chronic diseases in the US account for 75% of healthcare spending. In addition to driving up healthcare costs for employers, chronic conditions also adversely impact employee productivity, attendance, and morale.

- Hyperlipidemia is the most prevalent chronic condition in the reporting period with 4,504 members.
- Hyperlipidemia was also the most prevalent condition in the comparison period with 4,596 members.
- The condition with the greatest % increase in prevalence per 1000 is Alzheimer's with 9%.

Top Conditions by Prevalence



Fund Strategic Initiatives

Strategic Initiatives

Through an extensive review of the historical medical & pharmacy utilization of the Funds, opportunities to impact key cost drivers were identified, vetted, and presented to multiple Fund Subcommittees for discussion and consideration.

The following were key strategic recommendations which continued to be discussed:

- GLP-1 for weight loss – Amending clinical protocols/formulary placement/oral version eligibility/direct to consumer options
- Site of Care – Steering of care to high-value providers & settings
- High performance provider network plan option/replacement
- Reference based pricing model
- Nurse advocacy program
- Wellness programs
- Vendor procurement – TPA/PBM

Wellness Committee Updates

Grant Submissions Closed for 2026

In 2026, we received a total of 18 wellness applications including 10 new submissions for use from July 1, 2026 through June 30, 2027. We will no longer be accepting new applications for the 2026 fund year which leaves us with $91,790 remaining in the budget to be added to our contingency fund.

Once again, thank you to all of the groups that participated this year! We believe that wellness programs can really make a difference in the overall health of our Fund and its employees. As the Program Manager, we will continue to evolve and upgrade our offerings with the potential of some big changes coming for 2027.

Integrated Onsite Health Coaching and Digital Engagement RFP

It is recommended the **SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND** approve **Resolution No. 25-18** awarding Competitive Contracting Request for Proposals **CC# 26-01** for Integrated Onsite Health Coaching and Digital Engagement to **The Vitality Group**. Following a fair and open procurement process evaluated by the rating committee, Vitality Group (in partnership with Ramp Health) submitted the most advantageous proposal, combining an actuarially backed digital wellbeing platform with eight dedicated full-time onsite health coaches.

Financial analysis confirms a fixed annual contract cost not to exceed **$1,223,248** for a 36-month term effective January 1, 2027, through December 31, 2029, reflecting $225,328 in contractual discounts and fully waived implementation and startup fees. Additionally, the Fund will fund an estimated **$155,220 annually** for variable member reward incentives tied to participation and clinical milestones. Unlike the core contract fee, this incentive amount is an annual performance-driven estimate rather than a fixed contractual maximum.

MOTION: Motion to adopt Resolution No. 25-18 awarding CC# 26-01 for Integrated Onsite Health Coaching to The Vitality Group for a 36-month term from January 1, 2027, through December 31, 2029, in an annual amount not to exceed $1,223,248.

Reimbursement Reminder:

We have observed that some groups applying for grants are not requesting reimbursements, indicating they may not be proceeding with their wellness plans. This is unfair to other groups who wish to apply when funds are depleted. If you haven't requested funds for previous years, please do so by filling out the form on coastalhif.com and sending to corey@shanj.com. Below are the guidelines for how to submit. We have included the entire form on the following page.

If you have any questions about your grant or the reimbursement process, please reach out to corey@shanj.com or visit www.coastalhif.com

Legislative Updates

New Jersey Newborn Coverage Mandate – **ACTION REQUIRED**

New Jersey has enacted an updated newborn coverage mandate which extends the period of automatic newborn coverage from 60 days to 90 days under certain health plans. This NJ State mandate expanded the previous mandate enacted in 2018 which extends the period of automatic newborn coverage from 30 days to 61 days.

It is recommended the **SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND** comply with the Mandate effective July 1, 2026, and January 1, 2027, based on the respective Fund member's plan(s) renewal date.

MOTION: *Motion to amend the member plan documents to comply with NJ State Newborn Coverage Mandate effective July 1, 2026 & January 1, 2027.*

Client Services/Eligibility/Enrollment Team

Broker Contact Information

Please direct any escalated claims, benefit coverages, prescription coverage, Medicare advantage or appeal related questions to our dedicated Benefit Specialists as follows: MaryBeth Anglani marybeth@allenassoc.com, or Annie Jimenez annie@allenassoc.com.

WEX Portal & Billing Issues

The following emails should be used:

- Marlene Robinson, mrobinson@permainc.com, 856-552-4818
- Michele McKeever, mmckeever@permainc.com, 856-479-2160

Southern Coastal Fund Dedicated Guardian Nurses

Paula Spector, RN	Rebecca Parkerson, RN	Sarah Fiske, RN
609-276-5001	609-276-4990	856-239-3823
pspector@guardiannurses.com	rparkerson@guardiannurses.com	sfiske@guardiannurses.com

Client Service Contacts & Systems Training

Lenka Bystrianska has joined the client service team as Senior Director of HIF Operations. Please direct all service requests to Marlene Robinson, Michale McKeever and Lenka Bystrianska.

System training (new and refresher) is provided to all contacts with WEX access every 3rd Wednesday at 10AM. Please contact HIFtraining@permainc.com for additional information or to request an invite.

In the subject line of the email, please include: Training – Fund Name and Client Name. Please be sure to add the date of the training you would like to attend in your email so an invite can be sent.

<u>Monthly Billing</u>

As a reminder, please be sure to check your monthly invoice for accuracy. If you find a discrepancy, please report it to the Coastal Fund enrollment team. The Fund's policy is to limit retro corrections, *including terminations,* to 60 days. We have noticed an increase in requests for enrollment changes, billing changes, terminations and additions well past the 60-day time frame. Moving forward, it is of the utmost importance to review bills for rate and enrollment accuracy on a monthly basis. If there is an error, please bring it to our attention.

<u>Partial Month Enrollments Reminder</u>

When processing enrollments and terminations, the Fund will charge a member for a full month rate for an employee that is enrolled between the 1st and the 15th of the month but will charge the member in the following month if an enrollment occurred between the 16th and the 31st of the month. If a member should term between the 1st and the 15th of the month, the Fund will not charge the member a rate for the enrollment but will charge a full month rate if a member terms between the 16th and the 31st of the month.

<u>Annual Notice of Credible Coverage (NOCC)</u>

Express Scripts (ESI) has been provided with all information required for them to send the 2027 NOCC letters. CMS Annual Enrollment Period is October 15, 2026, through December 7, 2026.

A sample letter is included with this report that ESI will be sending to all members, ages 65 and older who enrolled in CJHIF pharmacy benefits. The highlighted sections will be completed by ESI and mailed beginning the week of September 21, 2026.

<u>Carrier Appeals</u>

Submission Date	Appeal Type	Appeal Number	Reason	Determination	Determination Date
03/11/2026	Medical/Aetna	COASTAL 2026 03 02	Anesthesia	Upheld	6/5/2026
03/11/2026	Medical/Aetna	COASTAL 2026 03 03	Anesthesia	Upheld	6/5/2026
03/11/2026	Medical/Aetna	COASTAL 2026 03 04	Anesthesia	Upheld	6/5/2026
03/11/2026	Medical/Aetna	COASTAL 2026 03 05	Anesthesia	Upheld	6/5/2026
03/24/2026	Medical/Aetna	COASTAL 2026 04 01	COB	Upheld	6/5/2026
04/10/2026	Medical/Aetna	COASTAL 2026 04 02	Anesthesia	Upheld	6/5/2026
04/10/2026	Medical/Aetna	COASTAL 2026 04 03	Anesthesia	Upheld	6/5/2026
04/24/2026	Medical/Aetna	COASTAL 2026 05 01	Inpatient post-operative stay	Upheld	4/7/2026
5/19/2026	Medical/Aetna	COASTAL 2026 06 01	Hearing Aid	Upheld	6/5/2026
5/28/2026	Medical/Aetna	COASTAL 2026 06 02	Complex Imaging	Under Review	
6/2/2026	Medical/Aetna	COASTAL 2026 06 03	Inpatient Services	Under Review	
6/8/2026	Medical/Aetna	COASTAL 2026 06 04	Provider Administered Medication	IRO	6/23/2026

<u>IRO Submissions</u>

Submission Date	Appeal Type	Appeal Number	Reason	Determination	Determination Date
04/30/2026	Medical Aetna	COASTAL 2026 05 01	Inpatient post-operative stay	Overturned	5/29/2026
6/23/2026	Medical/Aetna	COASTAL 2026 06 04	Provider Administered Medication	Upheld	6/24/2026

Previously Reported Information

<u>Medical: Aetna</u>

Provider network -Hackensack Meridian contract renewal 7/1/2026 (9/1/2026 extension)

-Abilities in Action – Par in all networks excluding AWH effective 5/1/2026

-Virtua contract renewal 1/1/2027

<u>Medical – AHA</u>

Provider network
- Hackensack Meridian contract renewal 4/14/2026 finalized
- Saint Peter's contract renewal 8/15/2026
- RWJ Barnabas contract renewal 9/1/2026
- Holy Name contract renewal 9/1/2026

- Inspira contract renewal 10/1/2026
- AtlantiCare contract renewal 1/1/2027
- Cooper contract renewal 1/1/2027
- Abilities in Action – Participating in all networks effective TBD

Pharmacy - ESI

- 2026 National Preferred Formulary (NPF) – Effective 7/1/2026 (Attached)
- NPF Exclusions list– Effective 7/1/2026
- SaveOn List – Effective 7/1/2026

All impacted members were sent communications from ESI letting them know about the upcoming change(s) to their medications. The communications also include preferred alternatives medication(s). We recommend impacted members share communication with their provider to discuss next steps. Those that are unable to take the preferred alternative medication(s) will need an approved PA to continue to take their current medication(s).

No Surprise Billing and Transparency Act

- Transition to State Arbitration - Effective January 1, 2026:
- As a result of the transition, enrolled members will be receiving new ID cards from Aetna prior to January 1st subscriber ID numbers and Fund member group numbers will not be changing.

HR Portal

Conner Strong & Buckelew makes available to all Fund members a robust HR Portal. For HR professionals, this is a valuable tool. Online resources and tools include:

- HR Policy and Resource Center
- Sample Forms and Policy Resource Center
- Salary Benchmarking Tools and Information
- Recruitment and Hiring Center
- Discipline and Employment Termination Center
- State Law Resource Center
- Sample Standard Document

Included with the meeting materials is a presentation which overviews in detail the HR portal and its content. Communications materials are being prepared for all Fund stakeholders and will be distributed when completed.

Retiree First

The Coastal Fund is now working with Retiree First. Retiree First will add another layer of support for the Medicare Retiree population. Letters were mailed out to the current Medicare Advantage population making them aware of Retiree First as a resource.

Attached is a Retiree First flyer sharing their toll-free number 1-855-257-7195.

They will be available to help the Medicare Advantage population. Just some of the support they will offer is:

- Plan Questions
- Outreach to Providers and Pharmacies (if applicable)
- Mail Order Assistance
- Formulary Lookup
- Medical and Prescription Billing Issues (if applicable)
- Updating Personal Information Changes

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND
BILLS LIST

Resolution No. ________________ **JUNE 2026**

WHEREAS, the Treasurer has certified that funding is available to pay the following bills:

BE IT RESOLVED that the Southern Coastal Regional Employee Benefits Fund's Executive Board, hereby authorizes the Fund treasurer to issue warrants in payment of the following claims; and

FURTHER, that this authorization shall be made a permanent part of the records of the Fund.

FUND YEAR CLOSED

Vendor Name	Comment	Invoice Amount
STATE OF NJ HEALTH BENE FUND	STATE SURCH 22 ACTUAL PENNS GROVE	74,361.00
		74,361.00
STATE OF NJ HEALTH BENE FUND	STATE SURCH 23 ACTUAL PENNS GROVE	94,146.00
		94,146.00
	Total Payments FY CLOSED	**168,507.00**

FUND YEAR 2024

Vendor Name	Comment	Invoice Amount
STATE OF NJ HEALTH BENEFITS FUND	STATE SURCHARGE 2024 ACTUAL 06/26	51,094.00
		51,094.00
STATE OF NJ HEALTH BENEFITS FUND	STATE SURCH 24 ACTUAL ADD. PENNS GROVE	41,016.00
		41,016.00
	Total Payments FY 2024	**92,110.00**

FUND YEAR 2025

Vendor Name	Comment	Invoice Amount
STATE OF NJ HEALTH BENEFITS FUND	STATE SURCHARGE 2025 ESTIMATE 06/26	836,664.00
		836,664.00
CITY OF VINELAND BOE	WELLNESS REIMB ADVANTA 02/25-12/25	14,920.00
		14,920.00
ADVANTA HEALTH SOLUTIONS	WATERFORD ACT&INCENTIVE INV 40146	120.00
ADVANTA HEALTH SOLUTIONS	PENNS GROVE 04/26 ACT&INC INV 3394	340.00
ADVANTA HEALTH SOLUTIONS	ABSECON 04/26 ACT&INCENTIVE INV 3395	160.00
		620.00
CITY OF ABSECON	WELLNESS REIMB. ADVANTA 10/25	140.00
CITY OF ABSECON	WELLNESS REIMB. ADVANTA 11/25	120.00
CITY OF ABSECON	WELLNESS REIMB. ADVANTA 09/25	120.00
CITY OF ABSECON	WELLNESS REIMB. ADVANTA 12/25	100.00
CITY OF ABSECON	WELLNESS REIMB. ADVANTA 01/26	140.00
CITY OF ABSECON	WELLNESS REIMB. ADVANTA 02/26	140.00
CITY OF ABSECON	WELLNESS REIMB. ADVANTA 08/25	160.00
CITY OF ABSECON	WELLNESS REIMB. ADVANTA 07/25	120.00
		1,040.00
	Total Payments FY 2025	**853,244.00**

FUND YEAR 2026

Vendor Name	Comment	Invoice Amount
STATE OF NJ HEALTH BENEFITS FUND	STATE SURCHARGE 2026 ESTIMATE 06/26	843,534.00
		843,534.00
PERMA	ADMIN FEES 06/26	165,285.01
PERMA	RETIREE FIRST INV 07012026	5,916.00
PERMA	POSTAGE 05/26	110.37
		171,311.38

GLENN INSURANCE, INC	BROKER FEES 06/26	1,647.30
		1,647.30
MARMERO LAW, LLC	SPECIAL LEGAL 5/27/26, 5/29/26 INV 32984	540.00
MARMERO LAW, LLC	SPECIAL LEGAL SERVICES 05/26 INV 32983	742.50
MARMERO LAW, LLC	SPECIAL LEGAL 5/27/26 INV 32985	67.50
MARMERO LAW, LLC	LEGAL FEES 5/1/26-5/29/26 INV 32982	2,346.00
		3,696.00
THE CANNING GROUP LLC	QPA SERVICES 06/26 INV 2026-06	250.00
		250.00
ADVANTA HEALTH SOLUTIONS	LOWET TWP 04/26 ACT&INC INV 3396	500.00
ADVANTA HEALTH SOLUTIONS	CAPEMAY 04/26 ACT&INCENTIVE INV 3398	220.00
ADVANTA HEALTH SOLUTIONS	LOWER TWP 06/26 ACT&MGMT INV 3415	744.80
ADVANTA HEALTH SOLUTIONS	COASTAL 06/26 ACTIVIT&MGMT INV 3411	6,721.22
ADVANTA HEALTH SOLUTIONS	CAPEMAY 06/26 ACT&MGMT FEE INV 3418	376.32
ADVANTA HEALTH SOLUTIONS	UPPER TWP 04/26 ACT&INC INV 3399	840.00
ADVANTA HEALTH SOLUTIONS	VINELAND 04/26 ACT&INCENTIVE INV 3400	1,560.00
		10,962.34
ACCESS	INV 12195776 5/31/26 DEPT 963 FOR 06/26	30.72
		30.72
MUNICIPAL REINSURANCE HIF	SPECIFIC REINSURANCE 06/26	700,251.51
		700,251.51
	TOTAL CHECKS 2026	**1,731,683.25**
AETNA HEALTH MANAGEMENT, LLC	MEDICARE ADVANTAGE 06/26	168,179.68
		168,179.68
DELTA DENTAL INSURANCE COMPANY (DELTACARE USA)	DENTAL-A#7872000000 BE007060989 06/26	74.90
		74.90
AETNA	MEDICAL TPA FEES 06/26	189,919.10
		189,919.10
DELTA DENTAL OF NEW JERSEY INC.	DENTAL TPA FEES 06/26	361.13
		361.13
VERRILL & VERRILL	TREASURER FEES 06/26	1,145.83
		1,145.83
POINT ACCOUNTING GROUP	TREASURER FEES 06/26	632.41
		632.41
SHARED HEALTH ALLIANCE	PROGRAM MANAGER 06/26	320,955.36
		320,955.36
SHARED HEALTH ALLIANCE	GUARDIAN NURSES INV 5383 06/26	60,861.90
		60,861.90
ALLEN ASSOCIATES	BROKER FEES 06/26	166,507.30
		166,507.30
ALLEN ASSOCIATES	MEETING EXPENSE - 06/01/26	1,929.90
		1,929.90
A.R FANUCCI INSURANCE AGENCY LLC	BROKER FEES 06/26	2,380.65
		2,380.65
BROWN & BROWN METRO LLC	BROKER FEES 06/26 - GOLDFARB	9,792.00
		9,792.00
BROWN & BROWN METRO LLC	BROKER FEES 06/26 - GORMLEY	7,028.40
		7,028.40
THE GRAHAM GROUP INC	BROKER FEES 06/26	8,051.75
		8,051.75
CONNER STRONG & BUCKELEW	BROKER FEES 06/26	13,093.88
		13,093.88

HAFETZ AND ASSOCIATES LLC	BROKER FEES 06/26	7,163.20
		7,163.20
HARDENBERGH INSURANCE GROUP, INC	BROKER FEES 06/26	1,407.60
		1,407.60
INSURANCE SOLUTIONS INC	BROKER FEES 06/26	18,071.91
		18,071.91
INTEGRITY CONSULTING GROUP	BROKER FEES 06/26	8,724.18
		8,724.18
J BYRNE AGENCY, INC.	BROKER FEES 06/26	17,935.49
		17,935.49
PROFESSIONAL BENEFIT CONSULTANTS, INC.	BROKER FEES 06/26	12,891.29
		12,891.29
AMERIHEALTH ADMINISTRATORS	WELLNESS/MARKETING 06/26	-2,784.00
AMERIHEALTH ADMINISTRATORS	MEDICAL TPA FEES 06/26	71,530.24
		68,746.24
	TOTAL WIRES 2026	**1,085,854.10**
	Total Payments FY 2026	**2,817,537.35**
	TOTAL PAYMENTS ALL FUND YEARS	**3,931,398.35**

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Chairperson

Attest:

________________________________ Dated: __________________________

I hereby certify the availability of sufficient unencumbered funds in the proper accounts to fully pay the above claims.

____
Treasurer

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND
BILLS LIST

Resolution No. _________________ **JULY 2026**

WHEREAS, the Treasurer has certified that funding is available to pay the following bills:

BE IT RESOLVED that the Southern Coastal Regional Employee Benefits Fund's Executive Board, hereby authorizes the Fund treasurer to issue warrants in payment of the following claims; and

FURTHER, that this authorization shall be made a permanent part of the records of the Fund.

FUND YEAR 2025

Vendor Name	Comment	Invoice Amount
PKF O'CONNOR DAVIES, LLP	FINAL BILING Y/E 12/25 CLIENT# 3500412	10,920.00
		10,920.00
	Total Payments FY 2025	**10,920.00**

FUND YEAR 2026

Vendor Name	Comment	Invoice Amount
PERMA	ADMIN FEES 07/26	165,327.18
PERMA	RETIREE FIRST INV 08012026	5,772.00
PERMA	POSTAGE 06/26	88.50
		171,187.68
GLENN INSURANCE, INC	BROKER FEES 07/26	1,550.40
		1,550.40
MARMERO LAW, LLC	SPECIAL LEGAL SERVICES 06/26 INV 33100	337.50
MARMERO LAW, LLC	SPECIAL LEGAL SERVICES 06/26 INV 33099	225.00
MARMERO LAW, LLC	SPECIAL LEGAL SERVICES 06/26 INV 33101	720.00
MARMERO LAW, LLC	LEGAL FEES 6/1/26-6/30/26 INV 33098	2,346.00
		3,628.50
THE CANNING GROUP LLC	QPA SERVICES 07/26 INV 2026-07	250.00
		250.00
ALLOWAY TOWNSHIP BOARD OF EDUCATION	WELLNESS REIMBURSEMENT 07/26	200.00
ALLOWAY TOWNSHIP BOARD OF EDUCATION	WELLNESS REIMBURSEMENT 07/26	994.90
ALLOWAY TOWNSHIP BOARD OF EDUCATION	WELLNESS REIMBURSEMENT 07/26	72.00
ALLOWAY TOWNSHIP BOARD OF EDUCATION	WELLNESS REIMBURSEMENT 07/26	113.22
ALLOWAY TOWNSHIP BOARD OF EDUCATION	WELLNESS REIMBURSEMENT 07/26	440.99
		1,821.11
ACCESS	INV 12258784 DEPT 963 FOR 07/26	31.33
		31.33
MUNICIPAL REINSURANCE HIF	SPECIFIC REINSURANCE 07/26	699,683.22
		699,683.22
	TOTAL CHECKS 2026	**878,152.24**
AETNA HEALTH MANAGEMENT, LLC	MEDICARE ADVANTAGE 07/26	171,744.69
		171,744.69
DELTA DENTAL INSURANCE COMPANY (DELTACARE USA)	DENTAL-A#7872000000 BE007107870 07/26	74.90
		74.90
AETNA	MEDICAL TPA FEES 07/26	189,370.30
		189,370.30
AMERIHEALTH ADMINISTRATORS	MEDICAL TPA FEES 07/26	71,915.64
AMERIHEALTH ADMINISTRATORS	WELLNESS/MARKETING 07/26	-2,799.00
		69,116.64
DELTA DENTAL OF NEW JERSEY INC.	DENTAL TPA FEES 07/26	378.16
		378.16

VERRILL & VERRILL	TREASURER FEES 07/26	1,145.83
		1,145.83
POINT ACCOUNTING GROUP	TREASURER FEES 07/26	632.41
		632.41
SHARED HEALTH ALLIANCE	PROGRAM MANAGER 07/26	321,037.32
		321,037.32
SHARED HEALTH ALLIANCE	GUARDIAN NURSES INV 5425 07/26	60,861.90
		60,861.90
ALLEN ASSOCIATES	BROKER FEES 07/26	151,685.20
		151,685.20
A.R FANUCCI INSURANCE AGENCY LLC	BROKER FEES 07/26	2,421.00
		2,421.00
BROWN & BROWN METRO LLC	BROKER FEES 07/26 - GOLDFARB	9,506.40
		9,506.40
BROWN & BROWN METRO LLC	BROKER FEES 07/26 - GORMLEY	21,083.73
		21,083.73
THE GRAHAM GROUP INC	BROKER FEES 07/26	8,127.00
		8,127.00
CONNER STRONG & BUCKELEW	BROKER FEES 07/26	13,094.57
		13,094.57
HAFETZ AND ASSOCIATES LLC	BROKER FEES 07/26	7,163.20
		7,163.20
HARDENBERGH INSURANCE GROUP, INC	BROKER FEES 07/26	1,407.60
		1,407.60
INSURANCE SOLUTIONS INC	BROKER FEES 07/26	18,270.23
		18,270.23
INTEGRITY CONSULTING GROUP	BROKER FEES 07/26	8,454.36
		8,454.36
J BYRNE AGENCY, INC.	BROKER FEES 07/26	19,751.97
		19,751.97
PROFESSIONAL BENEFIT CONSULTANTS, INC.	BROKER FEES 07/26	13,025.87
		13,025.87
ACTUARIAL SOLUTIONS, LLC	3RD QTR 2026 FUND ACTUARY FEES	3,250.00
		3,250.00
	TOTAL WIRES 2026	**1,091,603.28**
	Total Payments FY 2026	**1,969,755.52**
	TOTAL PAYMENTS ALL FUND YEARS	**1,980,675.52**

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Chairperson

Attest:

_________________________________ Dated: ____________________________

I hereby certify the availability of sufficient unencumbered funds in the proper accounts to fully pay the above claims.

____
Treasurer

CERTIFICATION AND RECONCILIATION OF CLAIMS PAYMENTS AND RECOVERIES

COASTAL HEALTH BENEFITS FUND

Month May

Current Fund Year 2026

Policy Year	Coverage	1. Calc. Net Paid Thru Last Month	2. Monthly Net Paid May	3. Monthly Recoveries May	4. Calc. Net Paid Thru May	5. TPA Net Paid Thru May	6. Variance To Be Reconciled	7. Delinquent Unreconciled Variance From	8. Change This Month
2026	Medical	40,708,708.12	13,351,393.70	0.00	54,060,101.82	0.00	54,060,101.82	40,708,708.12	13,351,393.70
	Dental	12,710.73	6,569.20	0.00	19,279.93	0.00	19,279.93	12,710.73	6,569.20
	Rx	3,889,754.35	1,326,829.64	0.00	5,216,583.99	0.00	5,216,583.99	3,889,754.35	1,326,829.64
	Vision	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total	**44,611,173.20**	**14,684,792.54**	**0.00**	**59,295,965.74**	**0.00**	**59,295,965.74**	**44,611,173.20**	**14,684,792.54**

COASTAL HEALTH BENEFITS FUND

SUMMARY OF CASH TRANSACTIONS - ALL FUND YEARS COMBINED

Current Fund Year: 2026 Month Ending: May	Medical	Dental	Rx	Vision	Reinsurance	Admin	LFC	Closed Year	etained Dividen	TOTAL
OPEN BALANCE	8,957,315.63	4,288.10	(6,277,476.60)	61,030.02	(283,855.99)	6,002,252.52	3,666,860.80	7,238,554.31	12,207,364.99	31,576,333.78
RECEIPTS										
Assessments	13,269,075.02	5,707.41	509,610.18	0.00	592,507.28	1,207,818.41	215,527.70	0.00	0.00	15,800,246.00
Refunds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Invest Pymnts	34,676.95	27.23	0.00	118.49	0.00	11,652.90	7,119.12	14,054.16	23,701.46	91,350.31
Invest Adj	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Subtotal Invest	34,676.95	27.23	0.00	118.49	0.00	11,652.90	7,119.12	14,054.16	23,701.46	91,350.31
Other Receipts	129,513.70	0.00	4,370.00	0.00	0.00	0.00	0.00	0.00	0.00	133,883.70
TOTAL	13,433,265.67	5,734.64	513,980.18	118.49	592,507.28	1,219,471.31	222,646.82	14,054.16	23,701.46	16,025,480.01
EXPENSES										
Claims Transfers	14,444,053.09	6,701.10	1,326,829.64	0.00	0.00	0.00	0.00	5,185.77	0.00	15,782,769.60
Expenses	196,080.52	74.90	0.00	0.00	702,619.51	1,128,876.51	0.00	0.00	400,000.00	2,427,651.44
Other Expenses	0.00	0.00	0.00	0.00	0.00	109.47	0.00	0.00	0.00	109.47
TOTAL	14,640,133.61	6,776.00	1,326,829.64	0.00	702,619.51	1,128,985.98	0.00	5,185.77	400,000.00	18,210,530.51
END BALANCE	**7,750,447.69**	**3,246.74**	**(7,090,326.06)**	**61,148.51**	**(393,968.22)**	**6,092,737.85**	**3,889,507.62**	**7,247,422.70**	**11,831,066.45**	**29,391,283.28**

SUMMARY OF CASH AND INVESTMENT INSTRUMENTS							
COASTAL HEALTH BENEFITS FUND							
ALL FUND YEARS COMBINED							
CURRENT MONTH	**May**						
CURRENT FUND YEAR	**2026**						
	Description:	**OceanFirst Investment Account**	**OceanFirst Operating Account**	**Fulton Bank Investment Account**	**Wilmington Trust Investment Account**	**NJ Cash Management Investment Account**	**Fulton Bank Checking Account**
	ID Number:						
	Maturity (Yrs)			**3/29/2019**	**9/29/2019**		
	Purchase Yield:	**2.40**	**2.40**	**1.50**	**1.60**	**2.50**	**1.75**
	TOTAL for All Accts & instruments						
Opening Cash & Investment Balance	**$31,576,333.76**	**13296.3**	**8893480.71**	**21922744.34**	**13551.93**	**596505.51**	**136754.97**
Opening Interest Accrual Balance	**$37.54**	**0**	**0**	**0**	**37.54**	**0**	**0**
1 Interest Accrued and/or Interest Cost	$38.45	$0.00	$0.00	$0.00	$38.45	$0.00	$0.00
2 Interest Accrued - discounted Instr.s	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00
3 (Amortization and/or Interest Cost)	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00
4 Accretion	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00
5 Interest Paid - Cash Instr.s	$91,312.78	$31.09	$12,363.12	$76,646.53	$0.00	$1,834.39	$437.65
6 Interest Paid - Term Instr.s	$37.54	$0.00	$0.00	$0.00	$37.54	$0.00	$0.00
7 Realized Gain (Loss)	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00
8 Net Investment Income	$91,351.23	$31.09	$12,363.12	$76,646.53	$38.45	$1,834.39	$437.65
9 Deposits - Purchases	$22,051,209.64	$0.00	$10,913,792.60	$10,020,337.10	$0.00	$0.00	$1,117,079.94
10 (Withdrawals - Sales)	-$24,327,610.45	$0.00	-$17,093,341.10	-$6,117,189.41	$0.00	$0.00	-$1,117,079.94
Ending Cash & Investment Balance	$29,391,283.27	$13,327.39	$2,726,295.33	$25,902,538.56	$13,589.47	$598,339.90	$137,192.62
Ending Interest Accrual Balance	$38.45	$0.00	$0.00	$0.00	$38.45	$0.00	$0.00
Plus Outstanding Checks	$1,305,165.73	$0.00	$1,305,165.73	$0.00	$0.00	$0.00	$0.00
(Less Deposits in Transit)	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00	$0.00
Balance per Bank	$30,696,449.00	$13,327.39	$4,031,461.06	$25,902,538.56	$13,589.47	$598,339.90	$137,192.62

SOUTHERN COASTAL HEALTH INSURANCE FUND

Monthly Claim Activity Report

June 1, 2026

SOUTHERN COASTAL HEALTH INSURANCE FUND

	MEDICAL CLAIMS + CAP PAID 2025	# OF EES	PER EE	MEDICAL CLAIMS + CAP PAID 2026	# OF EES	PER EE
JANUARY	$7,212,499	4,813	**$ 1,499**	$9,385,586	5,575	**$1,684**
FEBRUARY	$7,981,639	4,817	**$ 1,657**	$9,476,178	5,574	**$1,700**
MARCH	$8,575,969	4,796	**$ 1,788**	$12,255,888	5,588	**$2,193**
APRIL	$10,230,178	4,798	**$ 2,132**	$10,319,013	5,593	**$1,845**
MAY	$10,136,230	4,806	**$ 2,109**	$12,114,229	5,550	**$2,183**
JUNE	$10,105,217	4,820	**$ 2,097**			
JULY	$10,624,134	4,764	**$ 2,230**			
AUGUST	$11,405,481.52	4,724	**$ 2,414**			
SEPTEMBER	$10,042,626.65	4,845	**$ 2,073**			
OCTOBER	$8,401,661.48	4,828	**$ 1,740**			
NOVEMBER	$8,996,850.57	4,835	**$ 1,861**			
DECEMBER	$9,774,596.42	4,840	**$ 2,020**			
TOTALS	**$113,487,083**			**$53,550,893**		
				2026 Average	**5,576**	**$ 1,921**
				2025 Average	**4,807**	**$ 1,968**

Large Claimant Report (Drilldown) - Claims Over $100000

Plan Sponsor Unique ID :	All	**Paid Dates:**	05/01/2026 - 05/31/2026
Customer:	**Southern Coastal Health Insurance Fund**	**Service Dates:**	01/01/2011 - 05/31/2026
Group / Control:	00108431,00169660,00737420,00737421	**Line of Business:**	All

	Paid Amt	Diagnosis/Treatment
	$285,405.37	SPINAL STENOSIS, LUMBAR REGION WITH NEUROGENIC
	$229,560.84	STENOSIS OF OTHER CARDIAC PROSTHETIC
	$225,328.08	INTERVERTEBRAL DISC DISORDERS WITH
	$146,510.65	MAJOR DEPRESSIVE DISORDER, RECURRENT
	$137,373.18	SEPSIS, UNSPECIFIED ORGANISM
	$128,885.72	SEPSIS, UNSPECIFIED ORGANISM
	$111,979.39	MALIGNANT NEOPLASM OF ESOPHAGUS, UNSPECIFIED
Total	**$1,265,043.23**	

aetna™

Southern Coastal Health Insurance Fund
7/1/25 through 6/30/26 (Unless otherwise noted)

Dashboard

Medical Claims Paid
Average Per Employee Per Month (PEPM)
January 2026 – June 2026

Total Medical Paid per Employee: **$1,921**

Network Discounts

Inpatient: **61.6%**
Ambulatory: **64.1%**
Physician/Other: **62.1%**
TOTAL: 62.7%

Provider Network

% Admissions In-Network: **98.5%**
% Physician Office: **98.9%**

Aetna Book of Business:
Admissions 98.3%; Physician 91.0%

Top Facilities Utilized
(by total Medical Spend)

- Inspira Medical Center Vineland
- Cooper University Hospital
- Inspira Medical Center Mullica Hill
- Virtua-West Jersey Health System
- Nemours Children's Hospital Delaware

Catastrophic Claim Impact
(January 2026 - June 2026)

Number of Claims Over $50,000: **170**
Claimants per 1000 members: **12.8**
Avg. Paid per Claimant: **$138,498**
Percent of Total Paid: **38.0%**

- **Aetna BOB- HCC account for an average of 45.7% of total Medical Cost**

Aetna One Flex Care Mgmt
Member Outreach:

Total Members Identified: **3,256**
Members Targeted for 1:1 Nurse Support : **539**
Members identified for Digital Activity: **2,717**
Members receiving Aetna Advice: **5,414**
Average Aetna Advice outreaches per member: **2.0**

CVSHealth.

CVS Virtual Care

Completed Visits this month : **60**
Unique Patients this month : **51**
Completed Visits in 2026 : **380**
Unique Patients in 2026: **272**

BoB Average First Available 24/7 Care: **26** Minutes
BoB Average First Available MH : **5** Days

Service Center Performance Goal Metrics
YTD 2026

Customer Service Performance

1st Call Resolution: **93.46%**
Abandonment Rate: **0.15%**
Avg. Speed of Answer: **4.8 sec**

Claims Performance

Financial Accuracy: **98.53%**

90% processed w/in: **8.1 days**
95% processed w/in: **17.3 days**

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Claims Performance (Monthly)
(May 2026)

90% processed w/in: **9.8 days**
95% processed w/in: **18.7 days**
(Note: This is not a PG metric)

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Performance Goals

1st Call Resolution: **90%**
Abandonment Rate less than: **3.0%**
Average Speed of Answer: **30 sec**

Financial Accuracy: **99%**
Turnaround Time
90% processed w/in: **14 days**
95% processed w/in: **30 days**

AmeriHealth®
Administrators

AmeriHealth Administrators

2026 Coastal HIF

	MEDICAL CLAIMS PAID 2026	# OF EES	PER EE
JANUARY	$ 962,271.88	1,853	$ 519.30
FEBRUARY	$ 3,759,409.00	1,856	$ 2,025.54
MARCH	$ 2,825,276.86	1,845	$ 1,531.32
APRIL	$ 3,676,408.38	1,848	$ 1,989.40
MAY	$3,129,365.53	1,843	$ 1,697.97
JUNE	$ 3,113,704.29	1,841	$ 1,691.31
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS	$17,466,435.94		
2024 Average		2026 Average	$ 1,575.81

2025 Coastal HIF

	MEDICAL CLAIMS PAID 2025	# OF EES	PER EE
JANUARY	$ 2,647,672.70	1618	$ 1,636.38
FEBRUARY	$ 2,610,983.87	1,601	$ 1,630.84
MARCH	$ 2,718,987.70	1,608	$ 1,540.06
APRIL	$ 2,476,426.33	1,607	$ 1,541.02
MAY	$ 3,264,140.97	1,598	$ 2,042.64
JUNE	$ 2,294,421.78	1,601	$ 1,433.11
JULY	$ 3,498,661.68	1,543	$ 2,267.44
AUGUST	$ 3,301,519.26	1,553	$ 2,125.89
SEPTEMBER	$ 2,413,139.97	1,539	$ 1,567.99
OCTOBER	$ 3,261,488.98	1,532	$ 2,363.89
NOVEMBER	$ 2,543,847.12	1,539	$ 1,652.92
DECEMBER	$ 2,566,800.33	1,534	$ 1,673.27
TOTALS	$ 33,598,090.69		$ 1,789.62

AmeriHealth Administrators

PLAN SPONSOR INFORMATION SERVICES
Large Claimant Report- Claims Over $100,000

Group:	**Coastal HIF**	**Service Dates:**	-
Paid Dates:	**6/1/2026 - 6/30/2026**	**Line of Business:**	All
Network Service	**ALL**	**Product Line:**	All

Claimant		Relationship	Paid Amount	Diagnosis
5888119		Subscriber	$121,226.80	Other Specified And Unspecified Liver Disease
Total			$121,226.80	

Southern Coastal HIF

Paid Claims 01/01/2026-12/31/2026

Average payment per member per month 01/01-12/31/2026:	$607.44
Number of claimants with paid claims over $100,00 YDT:	12
Total paid on those claimants:	$2,015,453

Metric	AHA Jan. MTD	AHA Feb. MTD	AHA March MTD	AHA April MTD	AHA May MTD	AHA June MYD
1st Call Resolution	88.70%	98.42%	95.51%	88.68%	88.29%	89.50%
ASA	14.00	3.25	7.27	24.17	26.71	60.69
Abandonment Rate	0.22%	0.48%	0.45%	1.56%	1.78%	3.02%

Top Facilities Utilized based on paid claims:
ATLANTICARE REGIONAL MEDICAL CENTER, NJ
COOPER UNIVERSITY HOSPITAL MEDICAL CENTER, NJ
SHORE MEDICAL CENTER, NJ
INSPIRA MEDICAL CENTER MULLICA HILL, NJ
COOPER UNIVERSITY HOSPITAL CAPE REGIONAL MEDICAL CENTER, NJ

Totals	2026 YTD
Total Inpatient Admissions	134
Total Inpatient Days	638
ER	457

Provider Network
% Inpatient In- Network: 85.1%
% Professional providers In-Network: 95.9%
% Outpatient providers In-Network: 88.2%

EXPRESS SCRIPTS®

Southern Coastal Health Insurance Fund

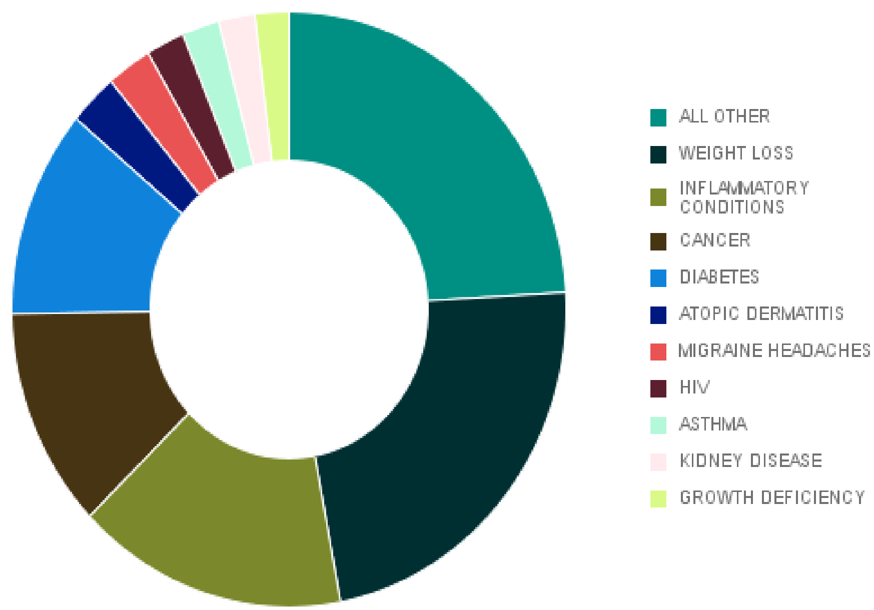
Total Component/Date of Service (Month)	2025 01	2025 02	2025 03	2025 Q1	2025 04	2025 05	2025 06	2025 Q2	2025 07	2025 08	2025 09	2025 Q3	2025 10	2025 11	2025 12	2025 Q4	2025 YTD
Membership	2,643	2,621	2,606	2,623	2,600	2,596	2,608	2,601	2,602	2,561	2,648	2,604	2,646	2,661	2,662	2,656	2,621
Total Days	102,714	89,787	101,595	294,096	93,046	97,681	94,960	285,687	94,539	89,945	97,269	281,753	98,718	93,389	102,118	294,332	1,056,366
Total Patients	1,065	1,038	1,032	1,554	1,012	991	999	1,463	973	982	993	1,486	1,078	989	1,141	1,590	2,176
Total Plan Cost	$556,217	$612,671	$608,210	$1,777,098	$743,532	$779,323	$741,628	$2,264,483	$772,403	$687,539	$793,221	$2,253,163	$757,714	$791,360	$934,977	$2,484,182	$8,236,105
Generic Fill Rate (GFR) - Total	86.8%	83.9%	84.4%	85.1%	84.2%	83.1%	84.7%	84.0%	83.6%	82.9%	83.1%	83.2%	79.5%	80.2%	83.5%	81.1%	83.0%
Plan Cost PMPM	$210.45	$233.75	$233.39	$225.81	$285.97	$300.20	$284.37	$290.17	$296.85	$268.46	$299.55	$288.46	$286.36	$297.39	$351.23	$311.73	$261.85
Total Specialty Plan Cost	$200,212	$247,988	$185,556	$633,756	$330,464	$346,193	$357,502	$1,034,159	$367,628	$270,757	$396,041	$1,034,426	$323,451	$357,646	$472,268	$1,153,365	$3,660,447
Specialty % of Total Specialty Plan Cost	36.0%	40.5%	30.5%	35.7%	44.4%	44.4%	48.2%	45.7%	47.6%	39.4%	49.9%	45.9%	42.7%	45.2%	50.5%	46.4%	44.4%

Total Component/Date of Service (Month)	2026 01	2026 02	2026 03	2026 Q1	2026 04	2026 05	2026 06	2026 Q2	2026 07	2026 08	2026 09	2026 Q3	2026 10	2026 11	2026 12	2026 Q4	2026 YTD
Membership	3,912	3,752	3,766	3,810	4,306	4,295	4,277	4,293									
Total Days	144,406	133,835	163,733	442,274	173,846	169,790	177,686	521,662									
Total Patients	1,644	1,573	1,636	2,345	1,787	1,753	1,771	2,556									
Total Plan Cost	$950,330	$948,985	$1,069,506	$2,988,160	$1,236,574	$1,250,152	$1,399,502	$3,931,175									
Generic Fill Rate (GFR) - Total	85.0%	85.6%	85.5%	85.4%	85.1%	84.8%	83.9%	84.6%									
Plan Cost PMPM	$242.93	$252.93	$283.99	$261.43	$287.17	$291.07	$327.22	$305.26									
% Change Plan Cost PMPM	15.4%	8.2%	21.7%	15.8%	0.4%	-3.0%	15.1%	5.2%									
Total Specialty Plan Cost	$358,604	$397,099	$415,566	$1,162,695	$549,788	$563,238	$636,897	$1,794,734									
Specialty % of Total Specialty Plan Cost	37.7%	41.8%	38.9%	38.9%	44.5%	45.1%	45.5%	45.7%									

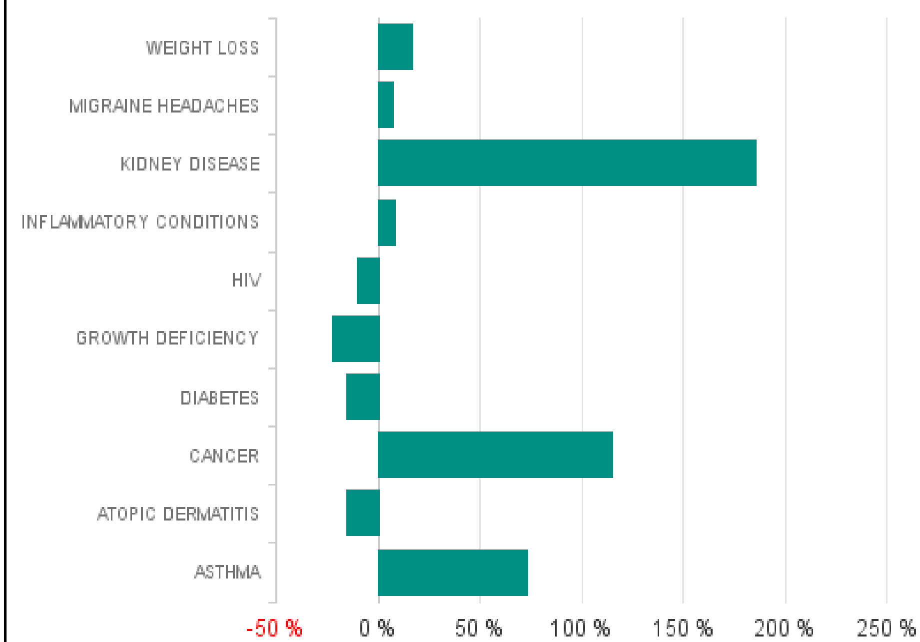
Top Indications

SOUTHERN COASTAL HLTH INS FUND (Current Period 01/2026 - 06/2026 vs. Previous Period 01/2025 - 06/2025) Peer = Government - National Preferred Formulary

Top Indications by Plan Cost



Plan Cost PMPM Trend



			Current Period						Previous Period						Trend
Rank	Peer Rank	Indication	Market Share	Adjusted Rxs	Plan Cost	Plan Cost PMPM	GFR	Peer GFR	Market Share	Adjusted Rxs	Plan Cost	Plan Cost PMPM	GFR	Peer GFR	Plan Cost PMPM
1	3	WEIGHT LOSS	30.2 %	1,478	$1,602,403	$65.92	1.4 %	3.3 %	29.7 %	790	$882,806	$56.32	1.8 %	5.3 %	17.0 %
2	2	INFLAMMATORY CONDITIONS	20.7 %	321	$1,099,364	$45.23	33.3 %	30.4 %	22.1 %	163	$654,766	$41.77	38.0 %	32.9 %	8.3 %
3	4	CANCER	15.8 %	163	$837,318	$34.45	71.2 %	78.3 %	8.4 %	79	$250,492	$15.98	77.2 %	77.1 %	115.5 %
4	1	DIABETES	14.9 %	2,220	$789,234	$32.47	28.9 %	27.0 %	20.3 %	1,497	$601,722	$38.39	24.8 %	26.3 %	-15.4 %
5	5	ATOPIC DERMATITIS	3.7 %	369	$198,073	$8.15	80.5 %	80.2 %	5.1 %	271	$150,983	$9.63	81.2 %	83.5 %	-15.4 %
6	6	MIGRAINE HEADACHES	3.4 %	280	$182,736	$7.52	43.6 %	51.4 %	3.7 %	148	$110,031	$7.02	36.5 %	54.6 %	7.1 %
7	8	HIV	2.9 %	48	$155,926	$6.41	10.4 %	23.7 %	3.8 %	31	$111,883	$7.14	3.2 %	25.2 %	-10.1 %
8	7	ASTHMA	2.8 %	1,139	$151,026	$6.21	85.3 %	89.7 %	1.9 %	726	$56,217	$3.59	88.7 %	89.3 %	73.2 %
9	10	KIDNEY DISEASE	2.8 %	26	$147,322	$6.06	76.9 %	39.0 %	1.1 %	7	$33,271	$2.12	28.6 %	40.3 %	185.5 %
10	9	GROWTH DEFICIENCY	2.6 %	27	$138,912	$5.71	0.0 %	0.0 %	3.9 %	25	$115,418	$7.36	0.0 %	0.0 %	-22.4 %
		Total Top 10		**6,071**	**$5,302,315**	**$218.13**	**37.9 %**	**42.8 %**		**3,737**	**$2,967,590**	**$189.33**	**38.3 %**	**44.7 %**	**15.2 %**

Top Drugs

SOUTHERN COASTAL HLTH INS FUND (Current Period 01/2026 - 06/2026 vs. Previous Period 01/2025 - 06/2025) Peer = Government - National Preferred Formulary

					Current Period				Previous Period				Trend
Rank	Peer Rank	Brand Name	Indication	Specialty Drug	Adjusted Rxs	Patients	Plan Cost	Plan Cost PMPM	Adjusted Rxs	Patients	Plan Cost	Plan Cost PMPM	Plan Cost PMPM
1	3	ZEPBOUND	WEIGHT LOSS	N	1,057	228	$1,090,496	$44.86	409	92	$418,380	$26.69	68.1 %
2	9	WEGOVY	WEIGHT LOSS	N	394	93	$504,380	$20.75	359	70	$458,288	$29.24	-29.0 %
3	1	MOUNJARO	DIABETES	N	241	50	$253,495	$10.43	156	28	$157,832	$10.07	3.6 %
4	101	LYNPARZA	CANCER	Y	8	1	$197,132	$8.11	NA	NA	NA	NA	NA
5	5	OZEMPIC	DIABETES	N	186	41	$177,606	$7.31	164	31	$152,022	$9.70	-24.7 %
6	8	SKYRIZI PEN	INFLAMMATORY CONDITIONS	Y	22	4	$153,306	$6.31	10	3	$67,612	$4.31	46.2 %
7	127	TOLVAPTAN	KIDNEY DISEASE	Y	8	1	$139,526	$5.74	NA	NA	NA	NA	NA
8	17	ENBREL SURECLICK	INFLAMMATORY CONDITIONS	Y	20	6	$139,226	$5.73	6	1	$37,590	$2.40	138.8 %
9	190	CALQUENCE	CANCER	Y	7	1	$113,390	$4.66	4	1	$60,795	$3.88	20.3 %
10	105	BENLYSTA	INFLAMMATORY CONDITIONS	Y	23	3	$103,840	$4.27	7	1	$23,814	$1.52	181.2 %
11	151	BRUKINSA	CANCER	Y	6	1	$98,649	$4.06	2	1	$27,782	$1.77	129.0 %
12	80	NGENLA	GROWTH DEFICIENCY	Y	20	3	$95,712	$3.94	6	1	$36,055	$2.30	71.2 %
13	56	VERZENIO	CANCER	Y	6	1	$90,295	$3.71	NA	NA	NA	NA	NA
14	48	LENALIDOMIDE	CANCER	Y	6	1	$89,747	$3.69	NA	NA	NA	NA	NA
15	37	STELARA	INFLAMMATORY CONDITIONS	Y	4	1	$80,529	$3.31	12	2	$153,388	$9.79	-66.1 %
16	129	CIMZIA (2 PACK)	INFLAMMATORY CONDITIONS	Y	18	3	$80,168	$3.30	6	1	$24,341	$1.55	112.4 %
17	21	SKYRIZI ON-BODY	INFLAMMATORY CONDITIONS	Y	8	2	$80,137	$3.30	6	1	$52,345	$3.34	-1.3 %
18	36	BIKTARVY	HIV	N	19	3	$78,322	$3.22	12	2	$47,529	$3.03	6.3 %
19	175	ALECENSA	CANCER	Y	6	1	$76,178	$3.13	7	1	$91,044	$5.81	-46.0 %
20	160	VENCLEXTA	CANCER	N	4	1	$60,819	$2.50	NA	NA	NA	NA	NA
21	57	OMNIPOD 5 DEXG7G6 PODS (	DIABETES	N	78	14	$58,692	$2.41	57	10	$39,814	$2.54	-4.9 %
22	22	TALTZ AUTOINJECTOR	INFLAMMATORY CONDITIONS	Y	9	3	$56,092	$2.31	15	3	$82,785	$5.28	-56.3 %
23	44	QULIPTA	MIGRAINE HEADACHES	N	47	9	$52,828	$2.17	21	4	$22,558	$1.44	51.0 %
24	23	JARDIANCE	DIABETES	N	164	35	$51,604	$2.12	64	12	$37,063	$2.36	-10.2 %
25	213	IMBRUVICA	CANCER	Y	6	1	$49,384	$2.03	NA	NA	NA	NA	NA
				Total Top 25	**2,367**		**$3,971,554**	**$163.38**	**1,323**		**$1,991,039**	**$127.03**	**28.6 %**

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND
CONSENT AGENDA
JUNE 1, 2026

The following Resolutions listed on the Consent Agenda will be enacted in one motion. Copies of all Resolutions are available to any person upon request. Any Commissioner wishing to remove any Resolution(s) to be voted upon, may do so at this time, and said Resolution(s) will be moved and voted separately.

Motion_________________________ **Second____________________________**

RESOLUTION NO. 20-26

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND
RESOLUTION APPROVING FUND RESPONSE TO DOBI ADDRESSING 2025 FUND YEAR DEFICIT

WHEREAS, on June 23, 2026, the Southern Coastal Regional Employee Benefits Fund (hereinafter "the Fund") received correspondence from the State of New Jersey Department of Banking and Insurance (hereinafter "DOBI"), enclosed and incorporated herein as "Exhibit A"; and

WHEREAS, the correspondence noted receipt of the Fund's December 31, 2025, Audited Financial Reports, which reflected a deficit net position ($205,486) for the Fund; and

WHEREAS, DOBI requested that the Fund develop a plan, enclosed and incorporated herein as "Exhibit B" to address the causes of the deficiency, any planned supplemental assessments, and any steps planned to prevent the circumstances that caused the deficiency by July 20, 2026; and

WHEREAS, the Fund prepared the above requested plan, and provided it to DOBI on July 20, 2026; and

WHEREAS, DOBI also requested that the plan should be approved by the Fund commissioners by way of formal resolution and requested a copy of the resolution.

NOW, THEREFORE, BE IT RESOLVED by the Governing Body of the Southern Coastal Regional Employee Benefits Fund hereby approves the Fund's plan, incorporated herein as "Exhibit B" to address the causes of the deficiency as noted within the State of New Jersey Department of Banking and Insurance correspondence of June 30, 2026.

This Resolution shall take effect immediately, and a copy of this Resolution shall be provided to the State of New Jersey Department of Banking and Insurance.

ADOPTED: JULY 27, 2026

BY:

____

CHAIRPERSON

ATTEST:

____

SECRETARY

RESOLUTION NO. 21-26

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND
APPROVAL OF A BYLAW AMENDMENT FOR THE MUNICIPAL REINSURANCE HEALTH INSURANCE FUND

WHEREAS, the Southern Coastal Regional Employee Benefits Fund is a member of the Municipal Reinsurance Health Insurance Fund; and

WHEREAS, an amendment to the Bylaws of the Municipal Reinsurance Health Insurance Fund has been approved by its Executive Committee following a public hearing on June 10, 2026; and

WHEREAS, pursuant to NJSA 40A:10-43, the amendment must be approved by the Governing Body of 75% of the participating members in the Municipal Reinsurance Health Insurance Fund;

NOW, THEREFORE BE IT RESOLVED, by the Governing Body of the Southern Coastal Regional Employee Benefits Fund that the Bylaw Amendment changing the name of the Fund from Municipal Reinsurance Health Insurance Fund to The Municipal and Public Schools Reinsurance Health Insurance Fund Executive Committee and revising Servicing Organizations previously approved by the Executive Committee of the Municipal Reinsurance Health Insurance Fund and annexed hereto as amending Bylaws be and the same are hereby approved.

ADOPTED: JULY 27, 2026

BY:____
CHAIRPERSON

ATTEST:

____
SECRETARY

RESOLUTION NO. 22-26

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND
INDEMNITY and TRUST AGREEMENT

THIS AGREEMENT made this 27th day of July, 2026, by and between the Municipal Reinsurance Health Insurance Fund, hereinafter referred to as the "REINSURANCE FUND", and the SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND, hereinafter referred to as the "FUND".

WITNESSETH:

WHEREAS, several local governmental units are desirous of forming a Reinsurance claims joint insurance fund as authorized and described in N.J.S.A. 40A:10-36 et seq., and the administrative regulations promulgated pursuant thereto; and,

WHEREAS, the FUND has agreed to become a member of the REINSURANCE FUND and to share in the obligations and benefits flowing from such membership with other members of the REINSURANCE FUND in accordance with and to the extent provided for in the Bylaws of the REINSURANCE FUND, and in consideration of such obligations and benefits to be shared by the membership of the REINSURANCE FUND.

NOW, THEREFORE, be it agreed as follows:

1.) The FUND accepts the REINSURANCE FUND's Bylaws as approved and adopted and agrees to be bound by and to comply with each and every provision of the said Bylaws, the pertinent statutes and administrative regulations pertaining to same and as set forth in the Risk Management Plan.

2.) The FUND agrees to participate in the REINSURANCE FUND with respect to the types of insurance listed in the FUND's Resolution to Join.

3.) The FUND agrees to become a member of the REINSURANCE FUND for an initial period not to exceed three (3) years, commencing effective January 1, 2026.

4.) The FUND certifies that it has not defaulted on any claims if self-insured and has not been cancelled for non-payment of insurance premiums for a period of at least two (2) years prior to the date hereof.

5.) In consideration of membership in the REINSURANCE FUND, the FUND agrees that it shall jointly and severally assume and discharge the liability of each and every member of the REINSURANCE FUND, all of whom as a condition of membership in the REINSURANCE FUND shall execute a verbatim counterpart of this agreement, and by execution hereof the full faith and credit of the FUND is pledged to the punctual payment of any sum which shall become due to the REINSURANCE FUND in accordance with the Bylaws thereof, this agreement, the REINSURANCE FUND's Risk Management Plan, or any applicable statute.

6.) If the REINSURANCE FUND in the enforcement of any part of this agreement shall incur necessary expense, or become obligated to pay attorney's fees and/or court costs, the FUND agrees to reimburse the REINSURANCE FUND for all such reasonable expenses, fees, and costs on demand.

7.) The FUND and the REINSURANCE FUND agree that the REINSURANCE FUND shall hold all monies paid by the FUND to the REINSURANCE FUND as fiduciaries for the benefit of the REINSURANCE FUND’s claimants, all in accordance with administrative regulations.

8.) The REINSURANCE FUND shall establish a Trust Account entitled "Claims or Loss Retention Fund". The REINSURANCE FUND shall maintain the Trust Account in accordance with N.J.S.A. 40A:10-36 et seq., N.J.S.A. 40A:5-1, and such other regulations or statutes as may be applicable. More specifically, the Trust Account shall be utilized solely for the payment of claims, allocated claim expense, and excess insurance or reinsurance premiums for such risk or liability or as "surplus" as such term is defined by the administrative regulations.

9.) Each FUND that becomes a member of the REINSURANCE FUND shall be obligated to execute this agreement.

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND

ADOPTED: JULY 27, 2026

BY:____
CHAIRPERSON

ATTEST:____
SECRETARY

RESOLUTION NO. 23-26

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND
RESOLUTION AWARDING CC# 26-01 TO THE VITALITY GROUP FOR AN INTEGRATED ONSITE HEALTH COACHING PROVIDER THROUGH EXTRAORDINATORY UNSPECIFIED SERVICES IN A FAIR AND OPEN MANNER

WHEREAS, there is a need for Wellness Services as procured as an extraordinary unspecified service in accordance with the New Jersey Local Public Contracts Law (N.J.S.A. 40A:11-4.1et seq.); and

WHEREAS, the Southern Coastal Regional Employee Benefits Fund (Fund) duly advertised for public receipt of proposals providing the required 20 days prior to receipt for Fund #26-01 in a fair and open manner, consistent with N.J.S.A.19:44A-20.5 et. Seq.; and

WHEREAS, the Fund received extraordinary unspecified service proposals on July 16,2026; and

WHEREAS, the rating committee has reviewed the submittals and rated according to the direction required within N.JA.C. 5:34-4 et. Seq.; and

WHEREAS, The Vitality Group located at 200 W. Monroe Str, #1900, Chicago, IL 60606 has provided the response most advantageous to the Fund, under the demands of price and other factors found within statute; and

WHEREAS, the process was administered as required by law by the Qualified Purchasing Agent and Fund Attorney who has concurred with the legality of the purchase in accord with the New Jersey Local Publics Contract Law (N.J.S.A. 40A:11-1 et seq.); and

WHEREAS, the term of contract shall be for 36 months from January 1, 2027, through December 31, 2029, as authorized under N.J.S.A.40A:11-4.1 et. Seq. and will not exceed an annual amount of $1,223,248; and

WHEREAS, in addition to the vendor contract award, the Fund estimates an annual budget allocation of $155,220 for member reward incentives under Vitality's Smart Incentives & Rewards program, which variable funds will be funded directly by the Fund based on actual employee participation and goal completion; and

WHEREAS, the Request for Proposals expressly provided that these member reward incentives and other reward fulfillment costs were excluded from the vendor's proposed contract price and would remain the responsibility of the Fund.

NOW, THEREFORE, BE IT RESOLVED by the Board of Fund Commissioners of the Southern Coastal Regional Employee Benefits Fund, that the Fund hereby awards a contract to The Vitality Group located at 200 W. Monroe Str, #1900, Chicago, IL 60606 for 36 months from January 1, 2027, through December 31, 2029, in accord with Coastal HIF CC# 26-01 Digital health Coaching at an amount not to exceed $1,223,248 ; and

BE IT FURTHER RESOLVED, that the Board authorizes an additional estimated annual allocation of up to $155,220 for variable member reward incentives to be administered through the program; and

BE IT FURTHER RESOLVED, Funds' Executive Director is authorized to execute all contractual documents in furtherance of this award.

ADOPTED: JULY 27, 2026

BY:

____

CHAIRPERSON

ATTEST:

____

SECRETARY

RESOLUTION NO. 24-26

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND
APPROVAL OF THE JUNE AND JULY 2026 BILLS LIST

WHEREAS, the Southern Coastal Regional Employee Benefits Fund held a Public Meeting on July 27, 2026 for the purposes of conducting the official business of the Fund; and

WHEREAS, the Treasurer for the Fund presented bills lists to satisfy outstanding costs incurred for operating the Fund during the months of June and July 2026 for consideration and approval of the Executive Committee; and

WHEREAS, the Treasurer for the Fund presented a Treasurer's Report which detailed the claims payments and imprest transfers for the Fund for the month of May 2026 for all Fund Years for consideration and approval of the Executive Committee; and

WHEREAS, a quorum of the Executive Committee was present thereby conforming with the By-laws of the Fund to conduct official business of the Fund,

NOW THEREFORE BE IT RESOLVED, the Commissioners of the Executive Committee of the Southern Coastal Regional Employee Benefits Fund hereby approve the Bills List for June and July 2026 prepared by the Treasurer of the Fund and duly authorize and concur said bills to be paid expeditiously, in accordance with the laws and regulations promulgated by the State of New Jersey for Municipal Health Insurance Funds.

NOW, THEREFORE BE IT FURTHER RESOLVED, the Commissioners of the Executive Committee of the Southern Coastal Regional Employee Benefits Fund hereby approve the Treasurer's Report as furnished by the Treasurer of the Fund and concur with actions undertaken by the Treasurer, in accordance with the laws and regulations promulgated by the State of New Jersey for Municipal Health Insurance Funds.

ADOPTED: JULY 27, 2026

BY:____

CHAIRPERSON

ATTEST:

____

SECRETARY

APPENDIX I

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND
OPEN MINUTES
JUNE 1, 2026
THE GREENVIEW INN AT EASTLYN GOLF COURSE, VINELAND NJ
12:30 PM

Meeting of Executive Committee called to order by Executive Director, Open Public Meetings notice read into record.

PLEDGE OF ALLEGIANCE

ROLL CALL OF THE 2026 EXECUTIVE COMMITTEE

Richard Davidson	Chair	Present
Pasquale Yacovelli	Secretary	Present
Jerry Velazquez	Executive Committee	Present
Megan Duffield	Executive Committee	Present
Laurie Ryan	Executive Committee	Present
Scott Musterel	Executive Committee	Present
Mark Mallet	Executive Committee	Present
Frank Badessa	Executive Committee Alternate	Present
Dennis Zakroff	Executive Committee Alternate	Present
Kevin Smaniotto	Executive Committee Alternate	Present
Thomas D'Intino	Executive Committee Alternate	Present

PRESENT FUND PROFESSIONALS:

FUND ADMINISTRATOR: **PERMA Risk Management**
Emily Koval, Caitlin Perkins

FUND AUDITOR: **Dennis Skalkowski - Present**

FUND ATTORNEY: **John Carlton**

PROGRAM MANAGER: **Shared Health Alliance**
Rich Allen, Susan Dortu, Courtney Adamonis

FUND TREASURER: **Lorraine Verrill**

AETNA: **Jason Silverstein**

AMERIHEALTH:	**Tyler Jackson**
EXPRESS SCRIPTS:	**Absent**
DELTA DENTAL:	**Absent**

ALSO PRESENT: ***See last page of Appendix I***

Chair Davidson noted thanked the Commissioners for the strong attendance and commented on how this June meeting date is typically the golf outing but it has been moved to the next meeting on July 27th.

MOTION TO APPROVE OPEN MINUTES OF MARCH 30, 2026

Moved:	Commissioner Duffield
Second:	Commissioner Yacovelli
Vote:	Unanimous

CORRESPONDENCE – None

PUBLIC COMMENT ON AGENDA ITEMS - None

EXECUTIVE DIRECTOR'S REPORT

FAST TRACK FINANCIAL REPORT – Mrs. Koval reviewed the financials through the months of February and March. In February, approximately $1.8 million added to the surplus balance and commented 2026 Fund year continues to trend positively. In March, results continued to improve. Ms. Koval highlighted the Incurred But Not Reported (INBR) number was adjusted by the Fund Actuary and with this adjustment, the Fund year is trending towards a $4 million estimated surplus. She did note that there are five Thursdays in April, so the fast track may be somewhat higher but not a cause of concern.

2025 FUND YEAR AUDIT - Ms. Koval commented that audits were technically due to the Department of Banking and Insurance (DOBI) by the end of April. The Fund previously requested and received an extension to the end of June; given the timing of receiving complete information from participating groups, a further extension to July will be requested. The Finance Committee's recommendation is for the auditors to finalize the audit, with a virtual (Zoom/Teams) Finance Committee meeting in late June dedicated to reviewing the finalized audit as a single agenda item. No significant changes are expected.

Mr. Skalkowski provided a high-level overview of the 2025 Audit, stating it will result in an unmodified ("clean") opinion for the respective funds for the year ending December 31, 2025. No material changes are anticipated once fieldwork concludes later this month.

OUTLIER PERFORMING GROUPS AND RMP UPDATE - Ms. Koval reported that the Finance Committee recently met to discuss to groups that have participated in the Fund for the last four to five years and have consistently performed at a positive stop loss (approximately 60%), where both groups are generating close to $6 Million in surplus over three years which is a highly unusual result. Both groups received quotes from competing Fund and to retain them, they are recommendation offering rate concessions.

In connection with the above, the Finance Committee present stipulations for any future rate concessions of this kind so that these are not offered broadly but only under defined circumstances, as outlined in the revised Risk Management Plan and listed below:

- The member group must have participated in the Fund for at least three years.
- The group must have consistently run a loss ratio under 70% (i.e., no more than 70 cents of every premium dollar spent on claims) over that period.
- Any concession is capped at no more than 5% of the relevant budget's contingency line and is evaluated case-by-case based on the Fund's overall surplus position.

Mr. Rich Allen noted that the 60% loss ratio range is extremely rare and noted concerns about aggressive competition that have been acquiring business State-wide. He noted that maintaining strong underwriting discipline is the Fund's long-term interest and these stipulations will help strike an appropriate balance.

MOTION TO USE THE REDUCED SURPLUS REGENERATION LINE IN THE 2026 BUDGET TO PROVIDE RATE REDUCTIONS FOR THE TWO GROUPS EFFECTIVE JULY 1, 2026:

Moved:	Commissioner Musterel
Second:	Commissioner Duffield
Vote:	10 ayes, 0 nay, 1 abstained (Commissioner Ryan)

MONTHLY BILLING LATE PAYMENT INTEREST – Ms. Koval reported the interest penalty for late payments under the Cash Management Plan will be implemented in the fall as logistics are still being finalized where groups with late payments will begin accruing interest, which will appear on the monthly bills.

MRHIF MEETING - Ms. Koval advised the Commissioners that a resolution will appear on the July agenda regarding bylaw amendment changes, focusing on name change and language updates at the MRHIF level. At least 75% of membership needs to approve these bylaw amendments in order for them to be recognized.

Ms. Koval noted the remainder of the report is informational and there were no further questions for the Executive Director.

PROGRAM MANAGER REPORT

Mr. Rich Allen reviewed the Program Manager Report in the agenda, highlighting there were six new groups for the upcoming July 1 renewal, adding roughly 1,200 new employees and an estimated 3,000 covered lives. Mr. Rich Allen thanked the brokers for continued confidence in the Fund.

Ms. Adamonis reported on the wellness section, thanking all members who have continued to apply and support the wellness program. She noted that the wellness 2026 grant application window is currently closed, highlighting there are nine new submissions. Chair Davidson recognized his Superintendent, Dr. Mazzoni, and the Directo of Human Resources/Wellness Champion, Ms. McCafferty.

Ms. McCafferty spoke upon the Ramp Health wellness pilot, launched this year. She explained how the coach visits member locations on a rotating schedule, offering one-on-one support, monthly on-site programming, and a weekly staff newsletter with health-living tips and incentives. Ramp health coach, Lauren, highlighted some programs which included a "Healthy Holiday Bingo" wellness challenge over winter break and a seven-week "elevator fitness" step-tracking challenge running from April through June. Dr. Mazzoni commented on how data shows how overwhelmed teachers are, the balance between teaching and personal life, is very difficult, which shows that it is difficult to retain teachers, which this program has been able to help keep the retention rate at a high level.

Chair Davidson wanted to provide a different viewpoint and value-added services that can be included for our staff. Mr. Rich Allen thanked Chair Davidson as the Executive Committee requests tasks to go above and beyond, which is evident in the data. He credited Ramp Health, together with other support, with contributing to a 98% staff retention rate this year and described strong positive engagement from staff. A Request for Proposal (RFP) will be released for wellness services.

Ms. Dortu noted that the new methodology of invoices being distributed, highlighting that this has been cumbersome but mandatory due to security reasons and to reach out if there continues to be accessing issues. She commented on how a resolution is included in the consent agenda to add an additional nurse to the Guardian Nurses staff to accommodate the growth. Additionally, she is providing a notice on the new formulary information for the July 1 plan year and how there are several Fund strategy items for future considerations reflecting ongoing plan-management trend discussions.

GUARDIAN NURSES – A representative from Guardian Nurses reviewed the quarterly summary report, highlighting the estimated projection cost savings this quarter was approximately $686,095 with a 67% engagement rate. There continues to show a positive impact of improving care with cost avoidance and increasing care coordination ensures members are receiving the right care with timely access.

TREASURER – Deputy Treasurer reviewed the April and May bills list and the additional reports for March 2026 included the confirmation of claims paid, certification of transfers and ratification of the report.

FUND ATTORNEY- No report.

AETNA – Mr. Silverstein reviewed the Claims for the month of March and April, highlighting there were ten high-cost claims for March and eight high-cost claims for April. He reviewed the dashboard metrics, commenting on how they continue to perform well. He reported a network update, stating the Hackensack Meridien negotiations are still occurring but very close to completion as an extension was granted.
In response to Mr. Davidson, Ms. Koval noted that $100,000 is still considered a high-cost claim but can be adjusted if the Executive Committee recommends it.

AMERIHEALTH ADMINISTRATORS – Mr. Jackson reviewed the claims for March and April 2026. He noted there is only one high-cost claim for the month of April. He reviewed the dashboard metrics show that the customer service metrics continue to trend well.

EXPRESS SCRIPTS – The representative for Express Scripts was not in attendance, Ms. Koval offered to reach out if there were any questions. There were no questions.

CONSENT AGENDA

MOTION TO APPROVE THE CONSENT AGENDA AS DISCUSSED:

MOTION:	Commissioner Duffield
SECOND:	Commissioner Yacovelli
VOTE:	**Roll Call – 11 Ayes, 0 Nays**

Wellness Grant Resolution abstained by Commissioner Duffield

OLD BUSINESS: None.

NEW BUSINESS: None.

PUBLIC COMMENT: None.

MOTION TO ADJOURN:

MOTION:	Commissioner Musterel
SECOND:	Commissioner Duffield
VOTE:	Unanimous

MEETING ADJOURNED: 1:20pm

NEXT MEETING: July 27, 2026
12:30 PM, The Greenview Inn at Eastlyn Golf Course Vineland, NJ

Written by: Caitlin Perkins on behalf of Secretary Yacovelli

SouthernCoastal FUND

Name	Firm / Entity
Courtney Adamonis	SHA/AA
Janessa May	↓
Susan Dorty	↓
Rich Allen	↓
Bob Allen	↓
Lewis Thompson	Allen Associates
Tony Trongone	" "
Dinz Murray	" "
Megan Duffield	CCBVE
Scott Mustered	VBOE
Nicole Putnam	Ramp Health
Lauren Carson	Ramp Health
Gerald Cowan	Allen Assoc.
Rich Dauda	Millville BOE
Matt Marzani	Millville BOE
Karen McCafferty	
Pat Yacovelli	Bridgeton
Scott Davenport	CSB
Tom D'Intino	EHT.
Tom Kirner	Glenn INS.
Jessica Snyder	City of Absecon
Sam Fiski / Rebecca Parkerson / Charlotte Jamma	Guardian Nurses
Laurie Ryan	UTBOE

SouthernCoastal FUND

Name	Firm / Entity
[illegible] Daniel	Daniel & Daniel
Dennis Skalkowski	PKFOD
Kaleigh Hadley	PKFOD
Dennis Zakari	Cumberland Co Charter School
Tyler Jackson	AHA
Marc Mallett	CCMR
Rick Alessandrini	SHA NJ
Erin Dawidowicz	AHA
Tracy Maloney	AHA
Jerry Velazquez	CCIA
Jenna Kelly	Longport

SOUTHERN COASTAL REGIONAL EMPLOYEE BENEFITS FUND

Executive Committee – Special Meeting Minutes

June 24, 2026 – 10:00 AM

Conference Call – Microsoft Teams

Statement of Compliance with the Open Public Meetings Act

Notice of this meeting was given by (1) posting the annual meeting notice on the Fund's official website where all legal notices are maintained, (2) filing advance written notice of this meeting with the clerk/administrator of each member municipality and school board, and (3) publishing notice in the Fund's designated newspaper directing the public to the website where legal notices are available, in compliance with the Open Public Meetings Act, P.L. 1975, Chapter 231.

Flag Salute

The Pledge of Allegiance was recited.

ROLL CALL

Commissioner	Role	Status
Richard Davidson	Chair	Present
Pasquale Yacovelli	Secretary	Present
Jerry Velazquez	Executive Committee	Present
Megan Duffield	Executive Committee	Present
Laurie Ryan	Executive Committee	Present
Scott Musterel	Executive Committee	Present
Mark Mallet	Executive Committee	Present
Frank Badessa	Executive Committee Alternate	**Absent**
Dennis Zakroff	Executive Committee Alternate	Present

Commissioner	Role	Status
Kevin Smaniotto	Executive Committee Alternate	**Absent**
Thomas D'Intino	Executive Committee Alternate	**Absent**

A quorum was confirmed, with eight (8) of eleven (11) Executive Committee members present.

PROFESSIONALS AND STAFF IN ATTENDANCE

Name	Affiliation / Role
Emily Koval	PERMA – Executive Director's Report
Corey Allen	Shared Health Alliance / Allen Associates – Program Manager
Dennis Skalkowski	PKF O'Connor Davies, LLP – Fund Auditor
Jordyn Robinson	PERMA – Assistant Account Manager / Recording Secretary
Gerry Cowan	
Robert Henry	
Terence Flynn	
James Rhodes	

CORRESPONDENCE

None.

PUBLIC COMMENT – AGENDA ITEMS ONLY

Commissioner Davidson, Chair, opened the floor for public comment on agenda items. No comments were received, and the floor was closed.

EXECUTIVE DIRECTOR'S REPORT (PERMA)

Monthly Report

- Ms. Koval reported that the final version of the 2025 Annual Audit was completed and an extension had been secured to submit the certified audit and affidavit to the State by June 30, 2026. The Recording Secretary will circulate the affidavit via DocuSign for Commissioner signatures upon approval of Resolution No. 20-26.
- Preliminary results from the April 2026 financial fast-track showed a small loss for the month, attributed to April having five Thursdays, which increases claims volume under the Aetna pull schedule. The Fund's overall statutory surplus for Fund Year 2026 was reported at approximately $3.5 million.
- The 2025 Fund Year financials continue to reflect a deficit; however, supplemental activity since January 1, 2026 is showing improvement. Staff anticipates the State may request an explanation of the 2025 deficit and will be prepared to respond with supporting financials.
- Closure of Fund Year 2024 will be deferred at this time, pending resolution of several outstanding high claimants currently in the reimbursement process. A separate resolution to formally close Fund Year 2024 will be brought forward at a future meeting.

Auditor's Report – PKF O'Connor Davies, LLP

Mr. Skalkowski advised that the Audit had already been reviewed in detail with the Finance Committee on June 17, 2026, and reported the following highlights:

- The audit reflects a clean, unmodified opinion on the financial statements as a whole and on internal controls over financial reporting, with no findings or recommendations.
- Total assets as of December 31, 2025 were $27.3 million; total liabilities and reserves were $27.5 million, resulting in an ending net position deficit of approximately $205,486.

No questions were raised, as the Finance Committee had already reviewed the report in detail.

MOTION TO ADOPT RESOLUTION NO. 20-26 AND RESOLUTION NO. 21-26

RESOLUTION NO. 20-26: Certification of Annual Audit Report for Period Ending December 31, 2025

RESOLUTION NO. 21-26: Resolution to Approve Wellness Grants

Moved by: Commissioner Yacovelli

Seconded by: Commissioner Musterel

Vote: 7 Yes, 1 Abstention (Commissioner Duffield abstained)

Voting Yes: Commissioners Zakroff, Mallet, Musterel, Ryan, Velazquez, Yacovelli, and Davidson

Motion carried.

PROGRAM MANAGER’S REPORT (SHARED HEALTH ALLIANCE)

Wellness Report

- Mr. Allen reported that the Wellness Committee approved a wellness grant application from the Lower Township Elementary School District in the amount of $11,340 for the period July 1, 2026 through June 30, 2027. The application was accepted as an exception to the standard submission deadline because it was tied to the Fund’s Advanta renewal and was received prior to the July 1 effective date.
- Mr. Allen further reported that, due to the upcoming increase in Advanta’s three-year contract rates and the conclusion of the RAMP Health pilot program, the Wellness and Finance Committees recommend that the Fund’s Qualified Purchasing Agent (QPA) release a Request for Proposal (RFP) for a Wellness Consultant.

MOTION TO AUTHORIZE RELEASE OF RFP FOR WELLNESS CONSULTANT

Motion: To allow the Fund QPA to release a Request for Proposal (RFP) for a Wellness Consultant.

Moved by: Commissioner Musterel

Seconded by: Commissioner Duffield

Vote: Unanimous (8-0)

Voting Yes: Commissioners Zakroff, Mallet, Musterel, Ryan, Duffield, Velazquez, Yacovelli, and Davidson

Motion carried.

OLD BUSINESS

None.

NEW BUSINESS

None.

PUBLIC COMMENT

Commissioner Davidson, Chair, opened the floor for general public comment. No comments were received, and the floor was closed.

MOTION TO ADJOURN

Moved by: Commissioner Duffield

Seconded by: Commissioner Musterel

Vote: Unanimous voice vote (Aye)

Motion carried. The meeting was adjourned at approximately 10:20 AM.

Respectfully submitted,

Jordyn Robinson
Assistant Account Manager, PERMA Risk Management Services
Recording Secretary

APPENDIX II

State of New Jersey
DEPARTMENT OF BANKING AND INSURANCE
DIVISION OF INSURANCE
OFFICE OF SOLVENCY REGULATION
PO BOX 325
TRENTON, NJ 08625-0325

TEL (609) 292-7272
FAX (609) 292-6765

MIKIE SHERRILL
Governor

DR. DALE G. CALDWELL
Lt. Governor

SUSAN OCHS
Acting Commissioner

June 30, 2026

James Rhodes
Executive Director
PERMA Risk Management Services
2 Cooper Street
Camden, NJ 08102

RE: Southern Coastal Regional Employee Benefits Fund

Dear Mr. Rhodes:

The Department is in receipt of Southern Coastal Regional Employee Benefits Fund's (Fund) December 31, 2025 Audited Financial reports. The reports list a deficit net position of ($205,486) for the Fund.

N.J.S.A. 11:15-3.16(b) states "The fund commissioners shall submit to the Commissioner and the Commissioner of the Department of Community Affairs a report of the causes of the account's insufficiency, the assessments necessary to replenish it and the steps taken to prevent a recurrence of such circumstances"

Therefore, the Department is requesting that the Fund develop a formal and detailed plan to address the causes of the deficiencies, any planned supplemental assessments, and any steps planned to prevent the circumstances that caused the deficiencies.

Please provide the plan to the Department by July 20, 2026 which should be approved by the fund commissioners through a formal resolution. Please also provide a copy of the resolution.

Please let me know if you have any questions.

Very truly yours,

Jacob Bricker
Jacob Bricker
Insurance Examiner
Surplus Lines Examining Officer

APPENDIX III

MRHIF
Municipal Reinsurance Health Insurance Fund

June 10, 2026

Memo to: Municipal Reinsurance Health Insurance Fund Members

From: Office of the Executive Director

Re: Bylaw Amendment – Fund Name Change and Servicing Organizations

The Municipal Reinsurance Health Insurance Fund held a Public Hearing on June 10, 2026, on a proposed bylaw amendment, changing the name of the Fund from the Municipal Reinsurance Health Insurance Fund to the Municipal and Schools Reinsurance Health Insurance Fund. In addition, the current bylaws were not aligned with State regulations concerning Fund professionals. The Program Manager position is being moved into the Servicing Organizations section, where it appears in the regulations. This provides the Fund with more flexibility and control in procuring these services.

Please note the following attachments:

1. MRHIF Resolution 15-26 approving the changes
2. The updated bylaws with strikeouts and changes
3. Resolution 20-26 for the Metro HIF to consider

When 75% of the MRHIF membership has passed the resolution, the proper filings will be made with the State.